



# भारत का राजपत्र

## The Gazette of India

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सं० १०]

नई विल्ली, शनिवार, मार्च ८, १९७५ (फाल्गुन १७, १८९६)

No. 10] NEW DELHI, SATURDAY, MARCH 8, 1975 (PHALGUNA 17, 1896)

इस भाग में निम्न पृष्ठ संख्या वाली जाती है जिससे कि यह अलग संकलन के रूप में रखा जा सके।

Separate paging is given to this Part in order that it may be filed as a separate compilation.

## भाग III—खण्ड 4

## PART III—SECTION 4

**विविध विज्ञापनों द्वारा जारी की गई विविध अधिसूचनाएं** जिसमें कि आदेश, विज्ञापन और सूचनाएं सम्मिलित हैं  
**Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices issued by Statutory Bodies**

स्टेट बैंक ऑफ इण्डिया

नई दिल्ली-110001, दिनांक 17 फरवरी, 1975

सूचना

सं० जी० एम० श्रो०/18/1032—श्री एम० आर० सेतुरमन, स्टेट बैंक ऑफ इण्डिया की विभाग से नई विल्ली मुख्य शाखा के विवेशी विनियम विभाग में अधीक्षक का कार्यभार संभाला।

ए० ए० मोगिया  
मुख्य महाप्रबन्धक

दी इनस्टिल्यूट ऑफ कास्ट एण्ड बक्स

एकाउन्टेन्ट्स ऑफ इण्डिया

कलकत्ता, दिनांक 12 फरवरी, 1975

(कास्ट एकाउन्टेन्ट्स)

सं० 18-सी० डब्ल्यू० आर० (20)/75—दी कास्ट एण्ड बक्स एकाउन्टेन्ट्स रेग्युलेशन्स 1959 के विनियम 18 का अनुसरण कर यह अधिसूचित किया जाता है कि दी इनस्टिल्यूट ऑफ कास्ट एण्ड बक्स एकाउन्टेन्ट्स ऑफ इण्डिया के परिषद् ने कहे हुए रेग्युलेशन्स के विनियम 17 द्वारा दिये गये अधिकारों का प्रयोग करते हुए श्री के० वेंकेटस्वारू, बी० ए०, एल० एल० बी०, ए० आई० सी० डब्ल्यू० ए०, कास्ट एकाउन्टेन्ट्स ऑफिसर, हन्डो

489 GI/74

निप्पोन प्रेसीजन विर्यरिंगस लि०, माउला थ्रीली, हैदराबाद-40 (सदस्यता सं० 2284) के नाम को 25 जनवरी, 1975 से सदस्य पंजिका में पुनः स्थापित किया।

ए० ए० ए० घोष, सचिव

संचार मंत्रालय

(डाक तार बोर्ड)

नई विल्ली-1, दिनांक 3 फरवरी, 1975

सं० 25/58/74-एल० आई०—श्री प्रेमप्रकाश की ऋमांक 69531-सी० दिनांक ————— की 3000/- रुपये की डाक जीवन बीमा पालिसी उनके/विभाग के संरक्षण से गुम हो गई है। यह सूचित किया जाता है कि उक्त पालिसी का भुगतान रोक दिया गया है। उपनिवेशक, डाक जीवन-बीमा, कलकत्ता को बीमादार के नाम पालिसी की दूसरी प्रति जारी करने के अधिकार दे दिए गए हैं। जनता को चेतावनी दी जाती है कि मूल पालिसी के संवधं में कोई लेन-देन न करें।

सं० 25/58/74-एल० आई०—श्री अमरजीत सिंह पंजरत की ऋमांक ए०-3907, दिनांक 5-7-68 की 10,000/- रुपये की डाक जीवन बीमा पालिसी उनके/विभाग के संरक्षण से गुम हो गई है। यह सूचित किया जाता है कि उक्त पालिसी का भुगतान रोक दिया गया है। उपनिवेशक, डाक जीवन बीमा, कलकत्ता को

(1025)

बीमेदार के नाम पालिसी की दूसरी प्रति जारी करने के अधिकार दे दिए गए हैं। जनता को चेतावनी दी जाती है कि भूल पालिसी के संबंध में कोई लेन-देन न करें।

र० ना० डे,  
निदेशक (डाक जीवन बीमा)

### कर्मचारी राज्य बीमा निगम

नई दिल्ली, दिनांक 14 फरवरी, 1975

सं० जनरल/प्रमैन्ड/37—कर्मचारी राज्य बीमा अधिनियम 1948 (1948 का 34) की धारा 97 द्वारा प्रदत्त शक्तियों का प्रयोग करते हुए, कर्मचारी राज्य बीमा निगम, कर्मचारी राज्य बीमा (सामान्य) विनियम, 1950 में निम्नलिखित संशोधन करती है। इन्हें उक्त धारा की उपधारा (1) के अनुसार भारत सरकार के राजपत्र सं० 24 के खण्ड 3 भाग 4 दिनांक 15 जून,

### STATE BANK OF INDIA

New Delhi-110001, the 17th February 1975

#### NOTICE

No. GMO/18/1032.—Shri M. R. Sethuraman, Staff Officer First Grade assumed charge of Superintendent, Foreign Exchange Department at New Delhi Main Branch as from the close of business on the 8th February, 1975.

A. S. MONGIA, Chief General Manager

### THE INSTITUTE OF COST AND WORKS ACCOUNTANTS OF INDIA

Calcutta, the 12th February 1975

#### COST ACCOUNTANTS

No. 18-CWR(20)/75.—It is hereby notified in pursuance of Regulation 18 of the Cost and Works Accountants Regulations 1959, that in exercise of the powers conferred by Regulation 17 of the said Regulations, the Council of the Institute of Cost and Works Accountants of India has restored to the Register of Members with effect from 25th January 1975 the name of Shri K. Venkateswarlu, B.A., LL.B., A.I.C.W.A., Cost Accounts Officer Indo-Nippon Precision Bearings Ltd., Moula Ali, Hyderabad-40, (Membership No. 2284).

S. N. GHOSE, Secy.

### EMPLOYEES' STATE INSURANCE CORPORATION

New Delhi, the 7th February 1975

No. 12-(1)/46/75-Med.II.—In pursuance of the resolution passed by the Employees' State Insurance Corporation, at its meeting held on 25th April, 1951 conferring upon me the powers of the Corporation under Regulation 103 of the E.S.I. (General) Regulations, 1950, I hereby authorise the Superintendent Pratap Hospital, Amalner (Maharashtra State) to function as medical authority with effect from 17-2-1975 till further orders for Amalner area for purpose of medical examination of the insured persons and grant of further certificates to them when the correctness of the original certificate is in doubt.

1974 में पहले ही प्रकाशित किया जा चुका है जिसके अन्तर्गत सुकाव/विरोध/विचार, यदि कोई हों, मांगे गये थे, अर्थात्:—

#### कर्मचारी राज्य बीमा (सामान्य) विनियम, 1950 का संशोधन

कर्मचारी राज्य बीमा (सामान्य) विनियम, 1950 के विनियम 68 के अन्तर्गत विहित फार्म 16 नियोजन से दुर्घटना रिपोर्ट के कालम 11 के वर्तमान उपकालम (ख) के पश्चात निम्नलिखित उप-कालम (ग) जोड़ दिया जाये :—

(ग) “क्या धायल व्यक्ति दुर्घटना के दिन कर्मचारी राज्य बीमा अधिनियम की धारा 2(9) में दी गई परिभाषा के अनुसार कर्मचारी था और क्या जिस सप्ताह में दुर्घटना हुई उस सप्ताह का उसके द्वारा अंशदान देय था” ?

टिप्पणी : हिन्दी में किसी प्रकार की भिन्नता होने पर अंग्रेजी में लिखित विवरण को ही शुद्ध माना जाये।

टी० एन० लक्ष्मीनारायणन,  
महानिदेशक ।

The 14th February 1975

No. Genl/Amend/37.—In exercise of the powers conferred by Section 97 of the Employees' State Insurance Act, 1948 (34 of 1948), the Employees' State Insurance Corporation hereby makes the following amendment in the Employees' State Insurance (General) Regulations, 1950, the same having been previously published in the Gazette of India No. 24 of Part III Section 4 New Delhi dated the 15th June, 1974 inviting suggestions/objections/comments if any as required by Sub-Section (1) of the said Section namely :—

#### *Amendment to the Employees' State Insurance (General) Regulations, 1950*

The following may be added as Sub-Column (c) after the existing sub-Column (b) of Column 11 of Form 16-Accident report from Employer—prescribed under Regulation 68 of the Employees' State Insurance (General) Regulations, 1950.

(c) “Whether the injured person was on the day of accident an employee as defined in Section 2(9) of the Employees' State Insurance Act and whether contribution was payable by him in respect of the week in which the accident occurred.”

T. N. LAKSHMI NARAYANAN,  
Director General

### REGIONAL OFFICE

Calcutta-12, the 6th February 1975

No. C/CB/1/64/73- IV (Hooghly-II).—It is hereby notified that in supersession of Corporation notification No. C/CB-64/59(P)-V dt. 25-5-68 and dt. 8-2-74, a Local Committee namely Hooghly-II Local Committee consisting of the following members has been re-constituted and set up comprising Chandernagore and sadar Sub-Divisions of Hooghly District where chapters IV and V of the E.S.I. Act, 1948 are in force, under Regulation 10A of the E.S.I. (General) Regulations, 1950,

**CHAIRMAN**

*Under Regulation 10A(1)(a)*

1. Addl. Dist. Magistrate(G), Hooghly.

**MEMBERS**

*Under Regulation 10A(1)(b)*

2. Assistant Director,  
E.S.I. (M.B.) Scheme,  
Govt. of West Bengal.

*Under Regulation 10A(1)(c)*

3. Superintendent, E.S.I. Hospital,  
Gourhati, P.O. Gourhati,  
Hooghly.

*Under Regulation 10A(1)(d)*

4. Shri D. K. Sen,  
Labour Officer,  
Indian Jute Mills Association,  
1, William Carey Road, Scampore,  
Dist. Hooghly.  
(Indian Jute Mills Association).
5. Shri K. D. Banerjee,  
Secretary,  
Braithwaite & Co. (I) Ltd.,  
Angus Works), Hooghly.  
(Indian Engineering Association).
6. Shri J. J. Mehta,  
General Industrial Society Ltd.,  
(Cotton Mill Section),  
G. T. Road, Champdany,  
P.O. Baidyabati, Dist. Hooghly.  
(Bengal Mill Owners' Association).  
Personnel Officer,
7. Shri N. K. Singh, Personnel Officer  
M/s. Kesoram Spun Pipes & Foundries,  
Bansberia, Hooghly.  
(Engg. Association of India).

*Under Regulation 10A(1)(e)*

8. Shri Ram Bhattacharjee,  
Sitalatala,  
P.O. Bhadreswar, Hooghly.  
(Indian National Trade Union Congress).
9. Shri P. R. Paul,  
C/o, G.I.S. Cotton Mills Workers' Union,  
P.O. Champdani, Hooghly.  
(All India Trade Union Congress).
10. Md. Israil,  
C/o, Bengal Chatkal Mazdoor Union,  
P.O. Telinipara, Dist. Hooghly.  
(Centre of Indian Trade Unions).
11. Shri Keshab Chakraborty,  
Mahakalitala,  
P.O. Bansberia, Dist. Hooghly.  
(Hind Mazdoor Sabha).  
Hooghly.

*Under Regulation 10A(1)(f)*

12. Dy. Regional Director,  
E.S.I. Corporation,—Secretary.

*Under Regulation 10A*

**Co-opted Member**

13. Dr. B. N. Sreemany,  
13 G.T. Road, Bhadreswar,  
Hooghly.

R. B. CHOWDHURY,  
Dy. Regional Director  
*for Regional Director*

No. C/CB-1/64/73-IV (Howrah-I).—It is hereby notified that in supersession of Corporation Notification No. C/CB-64/59(P-II) dt. 6.9.73 and dt. 20.2.74, a Local Committee namely *Howrah (South) Local Committee* has been re-constituted and set up comprising the areas covered by the Local Offices of the E.S.I. Corporation at Bally, Dasnagar, Ghusury, Howrah Maidan, Lillooah, Shalimar and Shibpur where chapters, IV and V of the E.S.I. Act 1948 are in force as required under Regulation 10A of the E.S.I. (General) Regulations, 1950.

**CHAIRMAN**

*Under Regulation 10A(1)(a)*

1. Addl. Dist. Magistrate, Howrah.

**MEMBERS**

*Under Regulation 10A(1)(b)*

2. Administrative Medical Officer,  
E.S.I. (M.B.) Scheme,  
Govt. of West Bengal.

*Under Regulation 10A(1)(c)*

3. Superintendent, E.S.I. Hospital,  
Baltikuri, Howrah.

*Under Regulation 10A(1)(d)*

4. Shri G. N. Chakraborty,  
Labour Officer,  
Indian Jute Mills Association,  
77, Tollygunge Circular Road,  
Calcutta-700053.  
(Indian Jute Mills Association).
5. Col. J. Guha,  
M/s. Guest Keen Williams Ltd.,  
97, Andul Road, Shalimar, Howrah.  
(Indian Engineering Association).
6. Shri Tripurahar Bhattacharjee,  
Labour Officer,  
Indian Linoleums Ltd.,  
(Victoria Division),  
14, Dr. H. K. Chatterjee Street,  
Ghusury, Howrah.  
(Bengal Mill Owners' Association)
7. Shri P. N. Jha,  
Labour Officer,  
M/s. Golden Steel Corpn. Pvt. Ltd.,  
64, G. T. Road (North),  
Lillooah, Howrah.  
(Engineering Association of India)

*Under Regulation 10A(1)(e)*

8. Shri Ganesh Sarkar,  
3 Goswami Para Road,  
Bally, Howrah.  
(Indian National Trade Union Congress).
9. Shri Krishna Kanta Dutta,  
164, Andul Road,  
Howrah-3.  
(All India Trade Union Congress).

10. Shri Raj Kumar Mondal,  
Vill. Radha Nagar,  
P.O. Fort Gloster,  
Dt. Howrah.  
(Centre of Indian Trade Unions).

11. Shri Tarapada Dey,  
M/s. Fort William Jute Mills,  
P.O. Shibpur, Howrah.  
(Hind Mazdoor Sabha)

*Under Regulation 10A(1)(f)*

12. Dy. Regional Director—Secretary,  
E.S.I. Corporation,  
West Bengal.

*Under Regulation 10A*

Co-opted Member

13 Dr. Sudhir De,  
168/15 Andul Road, Howrah-3.P. B. CHOWDHURY, Dy. Reg. Dir.  
for Regional DirectorIncharge, E.S.I Dispensary,  
Bikaner.*Under Regulation 10A(1)(d)*1. Shri Jeet Singh,  
Executive Engineer (D.D.),  
R.S.E. Board, Bikaner2. Shri Bhagi Rath Dan,  
Asstt. Engineer,  
State Woollen Mills,  
Bikaner.

The 20th February 1975

No. R/18-7/73-Estt.—It is hereby notified that the Local Committee consisting of the following Members has been re-constituted for Bikaner Area under Regulation 10-A of the Employees' State Insurance (General) Regulation, 1950 with effect from the date of notification.

Chairman

*Under Regulation 10A(1)(a)*Asstt. Director,  
Health Services,  
Bikaner.

Members

*Under Regulation 10A(1)(b)*Regional Asstt. Labour Commissioner,  
Bikaner.*Under Regulation 10A(1)(c)*

The Insurance Medical Officer,

*Under Regulation 10A(1)(e)*1. Shri Bharat Bhusan Arya,  
Bikaner Circle Electricity Employees Union,  
(A.I.T.U.C.),  
Bikaner.2. Shri Ram Dev Yasod,  
Power House Mazdoor Union,  
(I.N.T.U.C.),  
Bikaner.*Under Regulation 10A(1)(f)*The Manager,  
Local Office,  
Bikaner,  
(Member Secretary)

U. P. SAXENA, Reg. Director

AGRICULTURAL REFINANCE CORPORATION  
Bombay, the 1st October 1974

No. G.S.R. —In pursuance of Section 32(2) of the Agricultural Refinance Corporation Act, 1963 (10

of 1963), the report of the Board on the working of the Corporation for the year ended 30 June 1974 and the balance sheet and the profit and loss account of the Corporation for the year ended 30 June 1974 are published hereunder :

## ARC AT A GLANCE

Sources	Year ended 30 June			Uses	Year ended 30 June			Rs. Crores		
	1968	1973	1974		1968	1973	1974	1968	1973	1974
Share capital and reserves	5·00	10·82	16·50	Refinance provided to:						
Borrowings				State Land Development Banks				11·90	195·60	271·51
From GOI:	8·00	124·85	163·50	(of which under IDA projects)				(—)	(68·77)	(119·84)
(of which IDA/IBRD assistance)	(—)	(45·21)	(83·86)	Scheduled Commercial Banks				0·55	11·11	27·08
From RBI :				(of which under IDA/IBRD Projects)				(—)	(1·05)	(4·33)
LTO Fund	—	34·50	54·00							
ST	—	3·70	11·60							
Market borrowings	—	38·71	66·21	State Co-operative Banks				0·20	9·44	11·15

## GROWTH SINCE INCEPTION

Position as at end of June	1964	1965	1966	1967	1968	1969	1970	1971	1972	1973	1974	Rs. Crores
Share Capital and Reserves	5·00	5·00	5·00	5·00	5·00	5·00	5·09	5·23	10·44	10·82	16·50	
Special Deposit	—	0·11	0·24	0·36	0·49	0·61	0·74	0·87	0·99	1·17	1·41	
Subvention Loans	0·03	0·05	0·11	0·12	0·14	0·14	0·14	0·14	0·14	0·14	—	
Borrowings												
(1) From GOI	5·00	5·00	5·00	5·00	8·00	25·75	44·75	66·75	77·13	124·85	163·50	
(2) From RBI	—	—	—	—	—	—	—	—	7·52	8·39	38·20	65·60
(i) Short term	—	—	—	—	—	—	—	—	7·52	3·39	3·70	11·60
(ii) Long term	—	—	—	—	—	—	—	—	—	5·00	34·50	54·00
(3) Bonds and Debentures	—	—	—	—	—	—	10·94	19·46	27·71	38·71	66·21	
Refinance granted (net)	—	0·45	4·90	6·97	12·63	30·40	58·89	88·93	123·41	216·14	309·74	
(i) Debentures	—	0·45	4·75	6·67	11·90	27·85	54·60	81·24	109·64	195·60	271·51	
(ii) Loans	—	—	0·15	0·30	0·73	2·55	4·29	7·69	13·77	20·54	38·23	
Other assets	2·05	0·05	0·12	0·22	0·51	1·22	1·59	2·58	3·60	6·32	9·29	
Investment and cash reserves	8·20	9·92	5·52	3·58	0·85	0·52	2·50	10·03	0·02	0·04	5·08	
Gross income	0·37	0·40	0·43	0·50	0·60	1·10	2·73	4·27	6·06	9·24	0135	
Profits before tax	0·35	0·36	0·39	0·44	0·43	0·48	0·67	0·69	1·09	1·71	3·09	
Tax payable	0·18	0·18	0·23	0·24	0·24	0·26	0·37	0·34	0·58	0·89	1·60	
Profits after tax	0·17	0·18	0·16	0·20	0·19	0·22	0·30	0·35	0·51	0·81	1·49	
Dividend paid	0·21	0·21	0·21	0·21	0·21	0·21	0·21	0·21	0·31	0·44	0·66	

Table 1

## DISBURSEMENT OF REFINANCE BY PURPOSE

Purpose	1963-68	1968-69	1969-70	1970-71	1971-72	1972-73	1973-74	Rs. Crores Total
Minor irrigation	1.29	11.54	22.33	23.06	26.74	84.18	85.30	245.44
	(10.20)	(64.69)	(78.08)	(75.31)	(76.44)	(89.42)	(87.12)	(80.33)
Land development and soil conservation	10.12	3.76	3.32	4.37	2.37	2.30	1.78	28.02
	(80.00)	(21.08)	(11.61)	(14.27)	(6.77)	(2.44)	(1.82)	(8.85)
Farm mechanization	0.03	0.11	0.16	0.11	0.36	2.18	3.75	6.70
	(0.24)	(0.62)	(0.56)	(0.36)	(1.03)	(2.32)	(3.91)	(2.14)
Plantation and horticulture	1.01	1.06	1.50	1.99	2.05	1.49	2.19	11.29
	(7.98)	(5.94)	(5.24)	(6.50)	(5.86)	(1.58)	(2.24)	(3.57)
Poultry and sheep breeding	—	0.01	0.06	—	—	0.15	0.09	0.31
	(—)	(0.06)	(0.21)	(—)	(—)	(0.16)	(0.09)	(0.09)
Fisheries	0.20	0.36	0.36	0.37	0.59	0.12	0.86	2.86
	(1.58)	(2.02)	(1.26)	(1.21)	(1.69)	(0.13)	(0.87)	(0.91)
Dairy development	—	—	—	—	0.39	0.26	0.82	1.47
	(—)	(—)	(—)	(—)	(1.11)	(0.28)	(0.83)	(0.46)
Storage facilities and market yards	—	1.00	0.87	0.72	2.48	3.46	2.93	11.46
	(—)	(5.60)	(3.04)	(2.35)	(7.09)	(3.68)	(3.00)	(3.62)
Agricultural aviation	—	—	—	—	—	—	0.12	0.12
	(—)	(—)	(—)	(—)	(—)	(—)	(0.12)	(0.03)
Total	12.65	17.84	28.60	30.62	34.98	94.13	97.84	316.67
	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)

Figures in parenthesis are percentages of the total.

Table 2  
DISBURSEMENT OF REFINANCE BY AGENCY

Agency	1963-68	1968-69	1969-70	1970-71	1971-72	1972-73	1973-74	Rs. Crores Total
State Land Development Banks	11.90	15.95	26.75	26.65	28.39	86.14	77.76	273.54
	(94.07)	(89.41)	(93.53)	(87.00)	(81.16)	(91.50)	(79.48)	(86.37)
(of which IDA assistance)	—	—	—	—	(5.37)	(63.58)	(52.92)	(121.87)
Scheduled Commercial Banks	0.55	0.53	0.56	2.78	3.26	4.49	17.36	29.53
	(4.35)	(2.97)	(1.96)	(9.08)	(9.32)	(4.77)	(17.74)	(9.34)
(of which IBRD assistance)	—	—	—	(1.11)	(0.08)	(0.04)	(0.01)	(1.24)
(of which IDA assistance)	—	—	—	—	—	—	(3.42)	(3.42)
State Co-operative Banks	0.20	1.36	1.29	1.19	3.33	3.51	2.72	13.60
	(1.58)	(7.62)	(4.51)	(3.92)	(9.52)	(3.73)	(2.78)	(4.29)
Total	12.65	17.84	28.60	30.62	34.98	94.13	97.84	316.67
	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)

Figures in parenthesis are percentages of the total

## ELEVENTH ANNUAL REPORT 1973-74

During the year July 1973 to June 1974, the Corporation disbursed refinance assistance of Rs. 98 crores (Table 1). This amount was inclusive of Rs. 6 crores transferred from the loans disbursed under its 'normal' programme by the Tamil Nadu land development bank to the IDA agricultural credit project. Disbursement during the previous year aggregated Rs. 94 crores, inclusive of Rs. 29 crores transferred from the 'normal' programmes of land development banks to IDA projects. Exclusive of such transfers in both the years, disbursement increased by 42 per cent over the year.

1.2 Uttar Pradesh account for the largest share of disbursement (Rs. 15 crores), followed by Maharashtra (Rs. 13 crores), Tamil Nadu (Rs. 11 crores excluding the transfer to IDA project) and Karnataka (Rs. 11 crores). Gujarat and Haryana received Rs. 8 crores each and Bihar and Madhya Pradesh Rs. 6 crores each (Table 3). The Corporation disbursed refinance for the first time in Nagaland, Himachal Pradesh and Goa. It also made the first disbursement in respect of the Kuttanad reclamation scheme in Kerala.

1.3 Since inception, the largest beneficiaries are Gujarat (Rs. 44 crores), Tamil Nadu (Rs. 42 crores), Uttar Pradesh (Rs. 39 crores) Punjab and Andhra Pradesh (Rs. 33 crores each), Maharashtra (Rs. 32 crores),

Haryana (Rs. 31 crores), Karnataka (Rs. 25 crores) and Madhya Pradesh (Rs. 13 crores). Disbursement is fast picking up in the Central region while the share of the Eastern region has improved marginally on account of larger disbursement in Bihar.

1.4 Minor irrigation remains the principal purpose of assistance (Table 1). Its relative importance in individual states has, however, shifted slightly. With the near-completion of the initial phase of the IDA-assisted projects for minor irrigation in Gujarat, Haryana, Andhra Pradesh and Tamil Nadu, there has been a drop in the requirements for assistance for this purpose but there has been encouraging progress in minor irrigation in Karnataka, Maharashtra, Uttar Pradesh, Bihar and Madhya Pradesh where the IDA-assisted programmes have commenced recently. Schemes for land development and soil conservation have not made much progress because of organisational and other difficulties. Among the other purposes, schemes for farm mechanization, plantation and horticulture have multiplied. The procedural details in regard to IDA credit for farm machinery have been settled in respect of Punjab and Haryana projects. Greater interest is being evinced by the banks in plantation and horticulture, particularly in the Southern states. Dairy schemes have, however, made little progress because farmers have found it difficult to obtain quality milch cattle. The high cost of feed has made it uneconomical to maintain poultry. Fishery schemes, too, have not picked up in the absence of adequate extension work and state assistance.

Table 3  
DISBURSEMENT OF REFINANCE BY STATES

Rs. Crores

Region/State/Union Territory	1963-68	1968-69	1969-70	1970-71	1971-72	1972-73	1973-74	Total
<b>I. NORTHERN REGION</b>								
Delhi	—	—	0·06	—	—	—	0·07	0·13
Haryana	0·59 (4·66)	2·44 (13·68)	2·63 (9·20)	3·62 (11·82)	3·26 (9·32)	10·20 (10·84)	8·03 (8·21)	30·77 (9·72)
Himachal Pradesh	—	—	—	—	—	—	0·04	0·04
Jammu & Kashmir	0·11 (0·87)	0·21 (1·18)	0·20 (0·70)	0·11 (0·36)	0·07 (0·20)	—	—	0·71 (0·23)
Punjab	0·76 (6·01)	5·77 (32·34)	6·54 (22·88)	5·56 (18·16)	3·86 (11·03)	6·07 (6·45)	4·89 (5·00)	33·44 (10·56)
Rajasthan	—	0·06 (0·34)	0·77 (2·69)	0·77 (2·51)	0·83 (2·37)	1·36 (1·45)	2·83 (2·89)	6·62 (2·09)
	1·46 (11·54)	8·48 (47·54)	10·20 (35·68)	10·06 (32·85)	8·02 (22·92)	17·63 (18·74)	15·86 (16·21)	71·71 (22·65)
<b>II. NORTH EASTERN REGION</b>								
Assam	0·26 (2·06)	0·44 (2·47)	0·04 (0·14)	—	0·32 (0·91)	—	0·29 (0·29)	1·34 (0·42)
Meghalaya	—	—	—	—	—	—	—	—
Nagaland	—	—	—	—	—	—	0·04 (0·04)	0·04 (0·01)
	0·26 (2·06)	0·44 (2·47)	0·04 (0·14)	—	0·32 (0·91)	—	0·33 (0·33)	1·38 (0·43)
<b>III. EASTERN REGION</b>								
Bihar	—	0·18 (1·01)	0·61 (2·13)	1·13 (3·69)	0·67 (1·92)	1·54 (1·63)	5·85 (5·98)	9·99 (3·16)
Orissa	—	0·04 (0·22)	0·18 (0·63)	0·06 (0·20)	0·08 (0·23)	0·11 (0·11)	0·08 (0·08)	0·55 (0·18)
West Bengal	—	0·02 (0·11)	0·01 (0·03)	0·10 (0·33)	0·05 (0·14)	0·04 (0·04)	0·22 (0·22)	0·43 (0·13)
	—	0·24 (1·34)	0·80 (2·79)	1·29 (4·22)	0·80 (2·29)	1·69 (1·78)	6·15 (6·28)	10·97 (3·47)
<b>IV. CENTRAL REGION</b>								
Madhya Pradesh	—	0·31 (1·74)	0·49 (1·71)	0·91 (2·97)	1·87 (5·35)	3·19 (3·38)	6·45 (6·60)	13·23 (4·18)
Uttar Pradesh	—	1·22 (6·84)	2·56 (8·95)	2·93 (9·57)	6·04 (17·27)	11·43 (12·15)	14·98 (15·32)	39·16 (12·36)
	—	1·53 (8·58)	3·05 (10·66)	3·84 (12·54)	7·91 (22·62)	14·62 (15·53)	21·43 (21·92)	52·39 (16·54)
<b>V. WESTERN REGION</b>								
Goa	—	—	—	—	—	—	0·03 (0·03)	0·03 (0·01)
Gujarat	0·14 (1·11)	1·93 (10·82)	1·31 (4·58)	1·90 (6·21)	2·62 (7·49)	27·94 (29·68)	7·88 (8·05)	43·73 (13·81)
Maharashtra	1·08 (8·54)	0·81 (4·54)	3·49 (12·21)	2·33 (7·61)	4·56 (13·04)	7·32 (7·78)	12·71 (13·00)	32·31 (10·20)
	1·22 (9·65)	2·74 (15·36)	4·80 (16·79)	4·23 (13·82)	7·18 (20·53)	35·26 (37·46)	20·62 (21·08)	76·07 (24·02)
<b>VI. SOUTHERN REGION</b>								
Andhra Pradesh	6·37 (50·36)	1·72 (9·64)	6·07 (21·23)	3·42 (11·17)	2·85 (8·15)	8·47 (9·00)	4·23 (4·32)	33·13 (10·47)
Karnataka	1·25 (9·88)	1·36 (7·62)	1·66 (5·81)	2·74 (8·95)	3·25 (9·29)	4·05 (4·31)	10·99 (11·24)	25·31 (8·00)
Kerala	0·10 (0·79)	0·07 (0·39)	0·35 (1·22)	0·82 (2·68)	0·97 (2·77)	0·28 (0·29)	1·03 (1·05)	3·61 (1·13)
Pondicherry	—	—	—	—	—	—	0·08 (0·08)	0·08 (0·02)

Table 3—(Contd.)

## DISBURSEMENT OF REFINANCE BY STATES

Rs. Crores

Region/State/Union Territory	1963-68	1968-69	1969-70	1970-71	1971-72	1972-73	1973-74	Total
Tamil Nadu .. .. .. ..	1.99 (15.73)	1.26 (7.06)	1.62 (5.67)	4.22 (13.78)	3.68 (10.52)	12.13 (12.89)	17.12 (17.49)	42.02 (13.27)
	9.71 (76.76)	4.41 (24.71)	9.70 (33.93)	11.20 (36.58)	10.75 (30.73)	24.93 (26.49)	33.45 (34.18)	104.15 (32.89)
<b>Grand Total</b> .. .. .. ..	<b>12.65</b> <b>(100.00)</b>	<b>17.84</b> <b>(100.00)</b>	<b>28.60</b> <b>(100.00)</b>	<b>30.62</b> <b>(100.00)</b>	<b>34.98</b> <b>(100.00)</b>	<b>94.14</b> <b>(100.00)</b>	<b>97.84</b> <b>(100.00)</b>	<b>316.67</b> <b>(100.00)</b>

*Figures parenthesised are percentages of the total.*

1.5. Land development banks (LDBs) continue as the main agency for disbursement of refinance. The amount disbursed through them during the year was Rs. 78 crores or 79 per cent (*Table 2*). Since inception, aggregate disbursement to these institutions amounts to Rs. 274 crores or 86 per cent. Lately, performance of commercial banks has been quite encouraging; their availment of Rs. 17 crores during the year (constituting nearly 18 per cent of total disbursement) was nearly four times the amount of Rs. 4.5 crores disbursed to them during the previous year. Since inception their share amounts to Rs. 29.5 crores or 9 per cent. Refinance availed of by the state co-operative banks was only Rs. 2.72 crores against Rs. 3.51 crores during the preceding year.

1.6. The disbursement of Rs. 98 crores fell short of the expected achievement of Rs. 120 crores estimated last year as part of the perspective programme. Expectations were, in fact, exceeded in five states (Tamil Nadu, Haryana, Uttar Pradesh, Maharashtra and Gujarat) and the shortfall was less than 50 per cent in six other states (Punjab, Karnataka, Andhra Pradesh, Madhya Pradesh, Rajasthan and Bihar). The shortfall was concentrated in the Eastern (Bihar excepted) and North-Eastern regions and in Jammu & Kashmir and Himachal Pradesh (*Table 3*).

1.7. Aggregate drawals under all the schemes during the year formed 52 per cent of the Corporation's commitments of Rs. 188 crores during the year, as against 47 percent during the previous year (*Statement 1*). Drawals

under minor irrigation schemes were satisfactory but availment for other purposes was rather poor, particularly under schemes for land development, dairy and poultry development.

1.8. The Fourth Five Year Plan of the Planning Commission had originally envisaged a programme for Rs. 200 crores for the Corporation. The mid-term appraisal of the Plan in December 1971 raised the programme to Rs. 300 crores, inclusive of disbursements expected under the IDA projects. The Corporation has actually disbursed Rs. 249 crores during the Fourth Plan period (April 1969—March 1974) of which Rs. 102 crores or 41 per cent was in respect of IDA-assisted projects and Rs. 167 crores or 67 per cent was disbursed in the last two years (*Table 4*).

1.9. Though the IDA projects sanctioned till the end of the fourth year of the Plan envisaged a lending programme of Rs. 262 crores, the preparatory work involved and the adoption and enforcement of the technical and financial disciplines inherent in project lending took time. The performance could have been better had certain commitments materialised. For instance, substantial disbursements anticipated under farm mechanisation component of IDA projects had not taken place due to certain procedural difficulties. The land development programme under these projects had also proceeded slowly due to factors such as land ceiling legislation, inadequate release of water in canals and difficulties in the creation of mortgages by borrowers in favour of land development banks. This accounts for the short-fall as compared with the Plan target.

Table 4

Rs. Crores

Year (April-March)	No. of schemes	Financial assistance	ARC's commitments	Disbursements		
				Normal	IDA	Total
1969-70 .. .. .. ..	113	65.70	47.68	26.29	—	26.29
1970-71 .. .. .. ..	89	60.08	51.62	24.87	—	24.87
1971-72 .. .. .. ..	199	64.30	63.80	27.96	3.16	31.12
1972-73 .. .. .. ..	227	135.53	119.32	33.90	19.55	53.45
1973-74 .. .. .. ..	389	212.22	187.43	34.26	+23.79*	+23.79*
					+49.54	+83.80
					+5.63*	+5.63*
<b>Total 1963-69</b> .. .. .. ..	<b>1017</b>	<b>537.83</b>	<b>471.85</b>	<b>147.28</b>	<b>101.67</b>	<b>248.95</b>
<b>Total</b> .. .. .. ..	<b>1242</b>	<b>716.84</b>	<b>625.67</b>	<b>172.31</b>	<b>101.67</b>	<b>273.98</b>

\*Amounts switched from ordinary debenture programme to IDA projects during the year.

1.10. The aggregate disbursement by the Corporation since its inception amounted to Rs. 317 crores represent-

ing investment of the order of about Rs. 400 crores inclusive of contributions of the member-banks state

and ultimate beneficiaries. The achievement in physical terms under various schemes on the basis of the latest

Tubewells .. .. .. .. .. .. ..	90,000 units
Dugwells .. .. .. .. .. .. ..	154,000 units
Electric Pump sets/oil engines .. .. .. .. .. .. ..	204,000 units

	Hectares
Tea .. .. .. .. .. .. ..	1,320
Coffee .. .. .. .. .. .. ..	4,700
Rubber .. .. .. .. .. .. ..	1,200
Cardamom .. .. .. .. .. .. ..	1,250

During the eleven years of its activities, the Corporation has assisted in bringing under multiple cropping about 6.8 lakh hectares. There has been only a marginal increase compared to the position at the end of the last year of lands developed under the command area of major irrigation projects (3.5 lakh hectares) and the area improved under soil conservation schemes (2.2 lakh

Storage and market yards .. .. .. .. .. .. ..	839 lakh tonnes capacity.
Tractors .. .. .. .. .. .. ..	3,750 units
Combines and harvesters .. .. .. .. .. .. ..	54 units
Bulldozers .. .. .. .. .. .. ..	61 units
Trawlers/mechanised boats .. .. .. .. .. .. ..	548 units
Milk cattle .. .. .. .. .. .. ..	8,300 animals
Poultry birds .. .. .. .. .. .. ..	1.26 lakh chicks

### SANCTIONS

The trend of sanctions justifies confidence in the perspective programme reported last year. 550 schemes with financial assistance of Rs. 251 crores and commitment of Rs. 220 crores by the Corporation were sanctioned during the year against 230 schemes with assistance of Rs. 197 crores and commitment of Rs. 172 crores in the previous year (*Statement 2*). Minor irrigation accounted for 58 per cent of the total number of schemes, with commitment of Rs. 188 crores or 86 per cent of total commitments. Of these, 193 schemes involving commitment of Rs. 105 crores were for implementation in Uttar Pradesh, Madhya Pradesh and Bihar where new IDA-assisted programmes commenced during the year (*Statement 3*). Schemes for purposes other than minor irrigation numbered 233 with a commitment of Rs. 32 crores; nearly 82 per cent of these schemes were forwarded by the commercial banks.

2.2. The number of schemes sanctioned in favour of the land development banks during the year at 139 was slightly more than 116 schemes sanctioned in the previous year (*Statement 4*). The commitment of the Corporation under these schemes was smaller at Rs. 133 crores compared with Rs. 145 crores last year. There was, however, a considerable spurt in the number of schemes sanctioned in favour of commercial banks to 407 from 104 in the previous year with a corresponding increase in commitment to Rs. 85 crores from Rs. 25 crores. Only 4 schemes were sanctioned in favour of the state co-operative banks which finance their medium-term loan for agricultural investments by borrowing from the Reserve Bank.

2.3. Of the 1457 schemes sanctioned up to 30 June 1974, 730 were in favour of land development banks, 680 were to be implemented through commercial banks and 47 were sanctioned to state co-operative banks (*Statement 7*). Of the total commitments of Rs. 704 crores under the sanctioned schemes, commitments in favour of LDBs and commercial banks were Rs. 537 crores and Rs. 141 crores or 76 per cent and 20 per cent respectively.

### Regional Imbalances—

#### *Response from State Governments*

2.4. The efforts of the Corporation to correct the imbalance in investment between the different states have started to yield results. The number of schemes sanctioned in the Central, Eastern and North-Eastern regions

data available is indicated below :

	Hectares
Coconut .. .. .. .. .. .. ..	12,000
Arecanut .. .. .. .. .. .. ..	925
Apples .. .. .. .. .. .. ..	6,500
Citrus and other fruits .. .. .. .. .. .. ..	3,475

hectares). The total area developed under various schemes for plantation and horticulture was of the order of 31,400 hectares.

Other activities which have received refinance assistance from the Corporation are as under:

.. .. .. .. .. .. ..	839 lakh tonnes capacity.
.. .. .. .. .. .. ..	3,750 units
.. .. .. .. .. .. ..	54 units
.. .. .. .. .. .. ..	61 units
.. .. .. .. .. .. ..	548 units
.. .. .. .. .. .. ..	8,300 animals
.. .. .. .. .. .. ..	1.26 lakh chicks

and the less developed states in other region increased significantly during the year to constitute one-third of the total number of schemes sanctioned since inception. Total financial assistance and the Corporation's Commitments in respect of these schemes amount to Rs. 308 crores and Rs. 272 crores or 38.2 per cent and 38.6 per cent respectively of the total sanctions (*Statement 6*). The states/union territories in this group fall in three categories : (i) those which have responded to the efforts of the Corporation; (ii) those in which the response is significant but the results are yet to come and finally (iii) those where the response has been hesitant or faint.

2.5. In the first category come Uttar Pradesh, Madhya Pradesh and Bihar where a break-through is visible. These three states now account for 32 per cent of the total commitments and 20 per cent of the total disbursement. The initiation of IDA-assisted programmes in these states is largely responsible for the improvement in their performance. Rajasthan, Orissa and West Bengal fall in the second category; there have been few schemes in these states and even those sanctioned by the Corporation have made slow progress owing to the weakness of their co-operative credit structure. In Rajasthan, two IDA-assisted programmes for irrigation and land development are to commence during the current year. In West Bengal, a rural development programme covering 6 districts and comprising minor irrigation, market development and agro-service centres is being finalised. In Orissa, preliminaries have been settled for the launching of a large minor irrigation programme of shallow and deep tubewells. In these three states, the emphasis will be in increasing participation by the commercial banks. There are no signs of break-through in Jammu and Kashmir, Himachal Pradesh, Assam, Meghalaya, Manipur, Mizoram, Nagaland and Tripura, despite persistent efforts by the Corporation. Pre-investment surveys have been arranged to identify areas of development in these states/union territories. In order to assist in the formulation of schemes in the Eastern and North-Eastern regions, a separate consultancy service was set up in December 1973 at Calcutta. A conference of bankers and another of bankers and state governments were held at Calcutta to discuss the development programme, to identify the constraints in putting through such a programme and the manner in which the state governments could help in implementation. An officer from the Reserve Bank of India was placed on deputation with the Government of Assam to assist the state government in the formulation of schemes. Considerable spade work will be needed to prepare the farmers in these areas to

accept institutional finance for developmental purposes in place of subsidised but limited government funds made available so far without insistence on prior appraisal and ultimate repayment.

2.6 The Corporation continues to pay special attention to schemes designed to benefit small and marginal farmers. During the year the Corporation sanctioned 42 schemes sponsored by the SFD/MFAL agencies, including 11 schemes in the Eastern and North-Eastern regions. At the end of June 1974, the total number of schemes sanctioned under the aegis of SFD/MFAL agencies stood at 85, the financial assistance and ARC's commitment on the basis of 100 per cent refinance being Rs. 39 crores (*Statement 8*). 53 schemes are to be implemented through LDBs and 29 schemes through commercial banks. Of these, 58 are for minor irrigation investments and the remaining 27 schemes are for dairy development (14), poultry (4) sheep breeding (2), land development (2), and plantation and horticulture(5).

2.7 Drawals under these schemes during the year amounted to Rs. 5.25 crores compared with Rs. 3.48 crores till 30 June 1973; the commercial banks availed of a sum of Rs. 35 lakhs while the drawals by the LDB's aggregated Rs. 4.90 crores during the year. As mentioned in last year's report the Corporation has decided to extend 100 per cent refinance for these schemes sanctioned upto 30 June 1975.

2.8 In view of the element of subsidy involved in all these schemes, particularly minor irrigation, the schemes could not be fitted into the framework of the on-going IDA projects. The IDA projects also, however, provide for lending on concessional terms to small farmers participating in the programmes. The loans disbursed by the financing banks to the small farmers under these projects aggregated Rs. 2.24 crores as at the end of March 1974.

#### IMPORTANT DECISIONS DURING THE YEAR

Section 22(4) of the ARC Act as originally framed provided that all financial accommodation to be granted by the Corporation to member-banks shall be fully and unconditionally guaranteed as to the repayment of principal and payment of interest by government. The first proviso to that Section, however, provided that no such guarantee was required in cases in which an eligible institution made available "other security" to the satisfaction of the Board of the Corporation. In view of the understandable reluctance of the state governments to provide guarantee to the Corporation in respect of schemes sanctioned in favour of commercial banks, the Corporation decided that "other security" in their case should take the form of sub-mortgage of immovable properties by way of deposit of title deeds and/or sub-hypothecation of movable properties, etc. One of the constraints in the way of commercial banks in availing themselves of refinance facilities from the Corporation was the procedural difficulties in creating sub-mortgage of properties obtained as security by the banks in favour of the Corporation. The problems concerning security for refinance were, therefore, taken up with the Government of India with a suggestion for a suitable amendment to the statute.

3.2. The amendment to Section 22(4) of the Act passed by the Parliament became effective from 1 September 1973. The amended Section vests powers in the Board of Directors of the Corporation to waive both government guarantee and "other security" to be obtained by ARC for its refinance facilities to eligible institutions on the merits of each case. The banks will have to obtain such security as they consider appropriate from

the ultimate borrowers, keeping in view the guidelines prescribed by the Reserve Bank of India from time to time. The amendment, however, provides for creation of a legal trust in favour of the Corporation of all securities held or which may be held by an eligible institution in respect of a particular transaction for which refinance has been provided by the Corporation.

3.3. In August 1967, the Corporation had decided to reduce the contribution by the state governments to the special development debentures floated by the land development banks from 25 per cent to not less than 10 per cent in regard to minor irrigation schemes sanctioned by the Corporation. This concession has been extended from year to year. Considering the importance of minor irrigation schemes the Corporation decided, as a special case, to extend this concession of lower contribution by the state governments for these schemes upto 30 June 1976.

3.4. With a view to encouraging the member-banks to finance agricultural development programmes in the relatively less developed states in the Eastern and North-Eastern regions, the Corporation decided to provide refinance to banks up to 90 per cent of financial assistance for all schemes sanctioned in these states, against 75-80 per cent admissible for schemes for purposes other than minor irrigation in other regions.

3.5. When the refinance rate of the Corporation was raised to 7 per cent with effect from 25 June 1973, the member-banks were advised that the lending rate charged to the ultimate borrowers should not be less than 9½ per cent per annum. In order to bring about a measure of uniformity in regard to the interest rates charged to the ultimate beneficiaries and to give them a larger spread, all member-banks have been advised in March 1974 to charge stipulated rates of interest in respect of schemes (other than those under IDA Projects) sanctioned by the Corporation. The rate was 9½ per cent per annum for minor irrigation and land development schemes, 9½ to 10 per cent for schemes for farm mechanization, dairy development, fishery, animal husbandry, custom services, poultry and storage and market yards. For plantation and horticulture schemes, the rate not to exceed 10½ per cent and for purchase of agricultural aircrafts the ceiling rate indicated was 10 per cent. In the case of small farmers, especially for poultry, dairy and animal husbandry schemes, the banks had been given an option to charge a lower rate of interest at 9½ per cent, if they so desired. The banks implementing IDA Projects had also been permitted to put up their rates to 9½ per cent per annum.

3.6. In the context of the general rise in interest rates in the country following the increase in the Bank Rate on 23 July 1974, the Corporation reviewed its refinance rate as well as the lending rates to be charged by the member-banks to the ultimate beneficiaries under its schemes. The refinance rate was raised to 7½ per cent per annum for minor irrigation and land development schemes and to 8 per cent per annum for other types of schemes in respect of all schemes sanctioned on or after 13 August 1974. The lending rates to be charged by member-banks to the ultimate beneficiaries under the Corporation's schemes were also fixed at 10½ per cent per annum for minor irrigation and land development schemes and 11 per cent per annum for other types of schemes. The option to charge a lower rate of interest at 10½ per cent per annum, in respect of loans to small farmers especially under schemes for poultry, dairy and animal husbandry was continued.

3.7. The Corporation decided in July 1973 to sanction refinance for loans issued or proposed to be issued to the cultivators for minor irrigation purposes by commercial banks through the primary co-operative societies

ceded to them. The facility would be admissible under IDA schemes also.

3.8. With effect from July 1971 the Corporation introduced a simplified documentation procedure for scheduled commercial banks and state co-operative banks in terms of which 'notional' credit limits were sanctioned to each of these banks. Agreements setting out the general terms and condition on which refinance would be provided under the 'notional' credit limits were entered into with them. It has now been decided to enter into only one agreement with each of the scheduled commercial and state co-operative banks without mention of any limit or any particular period. This procedure has come into force from 1 July 1974.

#### IDA PROJECTS

IDA/IBRD sanctioned five more projects during the year for agricultural development, viz., Bihar agricultural credit projects, Himachal Pradesh apple processing and marketing project, Karnataka dairy development project and Rajasthan canal and Chambal command area development projects.

4.2. Initially, the World Bank had, consistent with the desire of the Government of India to achieve quick results, sanctioned credit projects in those agriculturally advanced states where improved technology and high yielding varieties were widespread and where the potential existed for quick exploitation of ground water resources. The sanction of the Rajasthan canal and Chambal command area development projects reflects extension of

the strategy to ensure better water management and utilization of the potential created by major irrigation projects. These two projects are the first of nearly 50 command area development projects proposed to be developed in the country. These projects would cover construction of drainage system, lining of canal where the seepage is excessive, building or improving of control structures, on-farm development including development and drainage and other supporting activities like afforestation and erosion control. The market yard projects sanctioned in Bihar and Karnataka states will provide useful experience for similar development in other states. The sanction of the Himachal Pradesh apple processing and marketing project and the Karnataka dairy development projects indicates IDA's interest in devirsification of agricultural investment.

4.3. At the end of June 1974, the 18 projects assisted by the World Bank Group comprised 10 agricultural credit projects, 2 command area development projects, 2 market yards projects, an apple processing and marketing project, one agro-aviation project, a dairy development projects and a seeds project. Two of the projects viz., Tarai seeds project and Chambal command area development project are to be assisted by IBRD while the remaining projects will be financed by IDA. Brief particulars of the items of development envisaged in each of these projects, financial assistance involved, etc., are presented in Statement 9. The summary position indicating purposewise the aggregate lending programme, disbursements made so far and the amounts reimbursed by IDA as at the end of June 1974 is presented in Table 5; the detailed position of individual projects is presented in Statement 10.

Table 5

Rs. Crores

Purpose	Total lending programme	Amount of IDA assistance for ARC	Refinance provided by ARC as on 30 June 1974	Amount of reimbursement by IDA through GOI Programme	Amount of reimbursement by IDA as on 30 June 1974
1. Minor irrigation .. .. .. .. .. .. .. ..	266.01	159.70	119.61	78.02	
2. Land development .. .. .. .. .. .. .. ..	30.61	20.62	2.40	2.74	
3. Farm mechanization .. .. .. .. .. .. .. ..	88.29	45.05	3.03	1.87	
4. Market yards development .. .. .. .. .. .. .. ..	22.83	15.70	—	—	
5. Processing and marketing of perishable horticultural produce .. .. .. .. .. .. .. ..	4.52	3.72	—	—	
6. Dairy development .. .. .. .. .. .. .. ..	27.50	16.72	—	—	
7. Command area development .. .. .. .. .. .. .. ..	30.14	13.80	—	—	
8. Agricultural aircraft .. .. .. .. .. .. .. ..	5.29	2.48	—	—	
9. Seeds production .. .. .. .. .. .. .. ..	9.27	6.75	1.24	1.23	
Total .. .. .. .. .. .. .. ..	484.46	284.54	126.28	83.86	

4.4. Gross disbursement by the Corporation under IDA/IBRD projects aggregated Rs. 126 crores at the end of the year. From Rs. 5.4 crores disbursed during 1971-72, the pace of disbursement increased substantially to Rs. 63.6 crores during 1972-73 and was Rs. 56.3 crores during 1973-74. There has been significant progress in implementation of the programme for minor irrigation in the agricultural credit projects. The disbursements necessary to absorb the credit allocation for minor irrigation investments in the projects being implemented in Haryana, Tamil Nadu, Andhra Pradesh and Gujarat have either been achieved or are nearing achievement. The IDA credit allocation among various categories is flexible inasmuch as allocation not spent on items such as land development and machinery and farm mechanization equipment is eligible for reallocation to minor irrigation in case shortfall is expected in their utilization. Transfer of credit from other categories to minor irrigation are, therefore, likely in these projects. With speedier utilization of such reallocation, the Corporation hopefully expects to treat these projects as completed during the current year. The agricultural credit projects in Madhya

Pradesh, Maharashtra, Karnataka, Uttar Pradesh and Bihar are in various stages of implementation and are expected to be completed according to schedule. Preparatory action in regard to the two market projects are complete and the implementation is expected to gather momentum in the current year. The remaining new projects negotiated recently will become effective shortly. At the request of the Government of India the Agro-Aviation credit has been cancelled by IDA.

4.5. The implementation of IDA-assisted projects in several states has given an added impetus towards rationalisation of the lending policies, procedures and qualitative content of lending by the members-banks. Appraisal standards have been streamlined and are based on the incremental income generated by the investment undertaken. The repaying capacity of borrowers is judged in terms of incremental income and the period of loan is determined in relation to the repaying capacity, subject to a maximum period stipulated under the projects. The maximum period of loan is linked to the useful life of the

asset and where the life of the asset is long it is conditioned by banking norms and repaying capacity of borrowers. For capital intensive investments such as tractors, harvesters, deep tube-wells, etc., the financing banks are required to appraise individual loan applications according to the guidelines laid down by the Corporation and to fix the repayment periods accordingly on a case-by-case basis.

4.6. Another financial discipline introduced in the later projects, *viz.*, Karnataka, Maharashtra, Uttar Pradesh, Madhya Pradesh and Bihar relates to the managerial and financial re-organization of those LDBs/primary LDBs where the level of overdues is high. Prohibition of refinance to their branches or primary LDBs the recovery performance of which is less than 75 per cent of the demand during the year and making the state governments contribute to the share capital of these banks to the extent necessary to bring down the level of overdues to 25 per cent of demand, has helped to create a climate for better financial management, stimulated a drive for recoveries by the banks concerned and brought about active involvement of the state governments in the process. The projects stipulation that the land development banks implementing the project schemes should observe the same lending terms and criteria for similar lendings outside the projects has also brought about uniformity of lending norms and qualitative improvement in their operations.

4.7. The technical discipline in regard to minor irrigation programme under the projects has strengthened the approach of the Corporation followed by it in the earlier years and has led to the establishment or strengthening of ground water directorates in states and observance of accepted scientific methodology for the assessment of groundwater potential. It has also paved the way for exploitation of groundwater resources on scientific lines wherever investments are financed through institutional resources, thereby leading to considerable decline in unfruitful expenditure. The Corporation has also taken the initiative in discouraging other banks, *viz.*, commercial and co-operative banks from financing minor irrigation investments without prior technical clearance in the states in which IDA projects are under implementation, so that the discipline, technical and financial, imposed by the project is not diluted by the other agencies.

4.8. The projects also provide for concessional terms of lending to small farmers to enable them to undertake the investments contemplated in these projects. The concessions relate to lower down payment (nearly half of that being stipulated for other farmers and longer maturity periods for loans (up to 15 years) where the cost of investment or the share of the individual small farmer in the total investment does not exceed Rs. 10,000.

4.9. Some more projects are also under consideration of IDA. They are (*i*) an integrated rural development project in West Bengal, (*ii*) an integrated cotton development project, (*iii*) drought-prone areas programme and (*iv*) dairy development projects in Madhya Pradesh and Rajasthan. The involvement of IDA in the country's agricultural development will increase substantially when it considers a general line of credit to the Corporation. The Corporation had submitted in October 1973 proposals to IDA to finance the large lending programme of Rs. 900 crores projected for the five years ending 1977-78. The proposal was appraised by an IDA Mission in February-March 1974. While the Mission did not have any doubts about the capacity of the Corporation to carry out the projected programme, it felt that land development banks with a high percentage of overdues, more or less stationary level of annual lending and other managerial and personnel weaknesses might not be able to come up to expectations. These issues are being sorted out and the steps necessary for making the LDBs more efficient channels of long-term credit are being taken. The credit is expected to be negotiated shortly.

## INSTITUTIONAL SYSTEM FOR DEVELOPMENT

The range and volume of refinance provided by the Corporation increased rapidly in recent years. There was need, therefore, to review and rationalize its methods and procedures. The Corporation appointed a Review Committee last year to look into its working. On the basis of its deliberations and in consultation with the staff, various steps were taken to improve the organisational set-up.

5.2. The head office now has two project Divisions each in charge of a Senior Director. All schemes pertaining to a state, whether from land development banks, commercial banks or state co-operative banks and for all purposes are dealt with on a territorial basis. This facilitates a common purposive approach to the development of an area and co-ordination of the different agencies in implementation of programmes. Accounts and Funds and Administration have been placed under another Senior Director. Divisions for management information, planning and training, special IDA matters and evaluation have been placed directly under the Managing Director. Technical staff comprising specialists in groundwater, soil conservation, horticulture, animal husbandry and fisheries have been grouped together with a co-ordinator who also reports directly to the Managing Director.

5.3 Since the opening of the regional office at Gauhati in May 1973, the Corporation now has an office in each major state. These offices have been reorganised to assist the local agencies in preparing schemes and appraising them where necessary. Where the promotional role of the Corporation is vital as in the Eastern and North-Eastern regions, additional staff have been appointed specifically for the purpose. A concerted effort is being made through these offices to study and oversee the utilization of assistance on the ground and to secure the rectification of adverse features uncovered in the course of the studies.

5.4 The board of Directors has delegated wide powers of sanction to the Managing Director who heads an informal Management Committee comprising him and the Senior Directors. The committee discusses current developments, procedures and policy issues and keeps a watch over the progress of schemes through a simplified information system, which is being further reorganised to monitor information in respect of each scheme.

5.5 These steps have enabled the Corporation to examine the schemes received by it more purposefully and to expedite the communication of sanctions.

### Land Development Banks

5.6 Since land development banks are the main channel for the disbursal of assistance, the Corporation has taken keen interest in improving their performance, operations and management. The overdues of these banks increased alarmingly from Rs. 12.89 crores in 1969-70 to Rs. 76.33 crores (provisional) in 1972-73; as percentage of demand *i.e.*, the amount due for repayment, overdues rose from 21 per cent in 1969-70 to 42 per cent in 1972-73. A substantial part of the overdues was attributable to severe drought conditions or other natural calamities but internal weaknesses and ineffective recovery also contributed to the deterioration. The Corporation and the Reserve Bank have made joint efforts to emphasise upon the banks and the state governments the need to take energetic steps for improving the recovery performance. While firm figures for 1973-74 are not yet available, preliminary data received from a few states indicate some improvement in recovery in West Bengal, Uttar Pradesh, Maharashtra, Tamil Nadu and Gujarat.

5.7 By insisting on prior technical clearance for minor irrigation schemes, the Corporation has been able to persuade the land development banks to observe the disciplines for planned exploitation of groundwater resources. Groundwater directorates have now been set up in most of the states and with the increasing work devolving on them, some strengthening of their staff has also been effected.

5.8 Some of the land development banks have created technical cells and appointed agricultural economists for facilitating the observance of technical disciplines and for standardisation of their appraisal methodology. The adoption by the farmers of improved cropping patterns and increased use of inputs such as fertilizers and pesticides—which alone will make agricultural investments worthwhile in terms of additional output, income and employment—ultimately depend upon the efforts made by the extension agencies of the state governments. Through its discussions with the state governments, the Corporation has been trying to persuade them to strengthen their network for extension and supply of inputs.

#### *Commercial Banks*

5.9 Over the years, the Corporation has taken a number of measures to encourage the commercial banks to avail themselves of technical assistance and refinance to a greater extent. Their response in the initial years was not encouraging but has improved substantially of late. As many as 29 commercial banks have now obtained refinance facilities from the Corporation and, of these, 22 banks are participating in lending under IDA-assisted programmes. Total refinance taken by commercial banks at the end of the year stood at Rs. 29.5 crores against Rs. 12 crores as at the end of the previous year. Their percentage share in aggregate refinance provided by the Corporation rose to 9.3 per cent during 1973-74 from 5.6 per cent last year. Their disbursements during the year were significant in Haryana, Punjab, Rajasthan, Bihar, Madhya Pradesh, Uttar Pradesh, Gujarat and Maharashtra. They have been assigned a definite and expanding role in the IDA-assisted programmes in Madhya Pradesh, Uttar Pradesh and Bihar in minor irrigation and in the new programmes relating to Karnataka dairy development, Himachal Pradesh apple processing and marketing and the command area development programmes in Rajasthan. In the states where the co-operative credit system is weak, the Corporation has placed greater reliance on the involvement of the commercial banks. While their role in minor irrigation programmes is somewhat inhibited, among other reasons, by inadequate response from the concerned departments of some state governments, their participation in implementation of diversified programmes relating to farm mechanisation, dairy, poultry, market yards, etc., is proving invaluable. Flexibility in regard to procedural details and security considerations gives them an edge over the co-operative system. They are at the same time able to deal with the farmer's requirements as a whole for crop production and term loans unlike in the case of cooperatives where the farmers is required to approach two unlinked sets of institutions.

#### *Training*

5.10 An ambitious programme has been drawn up for training of our own staff as also that of the member-banks. An Informal Committee appointed by the Corporation during the year had identified the training needs in this regard and formulated a broad framework of a training programme for its staff and staff of banks in the context of business projections of the Corporation for the five year period. A three-tier programme has been envisaged for (i) the key personnel in the Corporation and member-banks and state governments, (ii) the directing personnel in member-banks who will guide in

operations and oversee arrangements and (iii) for the field personnel of member-banks. During the courses arranged at the College of Agricultural Banking at Poona, teaching material will be prepared to be used in the courses for field personnel. Necessary orientation will be provided for the teaching staff for the different courses also. The Committee's report has been sent to the Reserve Bank which is re-organising the existing arrangements for training and examining the need for additional facilities.

5.11 Simultaneously, efforts are also being made by the Corporation to improve the skills of the staff in appraisal techniques by organizing training programmes at the College of Agricultural Banking and deputing experienced officers to deliver talks in such courses. 9 courses have been completed so far for the personnel for Tamil Nadu, Karnataka, Maharashtra, Madhya Pradesh, and Uttar Pradesh. A series of workshops were held at state or district headquarters for the appraisal staff of the banks participating in the Karnataka, Uttar Pradesh and Madhya Pradesh Agricultural Credit projects. For familiarising the officers of the financing institutions participating in the Market Yards projects in appraisal of loan applications, two workshops were also conducted by the Corporation, one at Bangalore (jointly with NIBM and AFC) and the other at Hyderabad.

5.12 The Corporation has also taken advantage of the training facilities offered by the World Bank's Economic Development Institute as also National Institute of Bank Management, Indian Agricultural Research Institute, etc. Continuous dialogue is being maintained by the Managing Director and staff with officials of the Central and state governments as also of the member-banks, so that the objectives, policies and procedures of the Corporation are appreciated by them.

5.13 The Corporation has further strengthened its technical capabilities. On the minor irrigation side, the available expertise has been enlarged both by fresh recruitment as also by taking staff on deputation from the Central Ground Water Board. The Corporation has also benefitted from the advice of empanelled experts and CGWB officers. Steps are being taken to strengthen the Consultancy Services at Lucknow and Calcutta in the relevant disciplines. Besides, the Agricultural Finance Corporation continues to assist the commercial banks in the preparation of schemes.

#### *Appraisal*

5.14 The appraisal of schemes received in the Corporation, which are mostly area development programmes envisaging a particular type of investment on a large number of farms in a compact area, consists of an assessment of their technical and economic feasibility. The technical appraisal is carried out by experts on the Corporation's panel or its own officials in the technical division. The appraisal varies according to the types of development undertaken and covers relevant aspects. In the case of minor irrigation schemes for wells, tubewells, etc., it would cover the assessment of groundwater potential in the scheme area, the technical aspects of the type of well, the discharge available and the safeguards necessary for planned exploitation. Estimation of the cost of levelling, classification of land according to slope categories and method of execution of the work are looked into in regard to land levelling schemes. Suitability of soil conditions for different types of plantation crops, problems relating to new plantings and arrangements for processing are matters to be seen in regard to the plantation schemes.

5.15 The economic appraisal as is being carried out presently in the Corporation involves, among other things, an assessment of the incremental income generated by the investment from the minimum benefiting area and its sufficiency to meet the annual debt

service charge and yet leave some surplus with the beneficiaries. The appraisal, in fact, covers a wider field of enquiry not only into the financial feasibility of the schemes but also the administrative, organisational, banking and credit matters necessary for their successful implementation. The appraisal, however, represents only an overall assessment with reference to typical farm sizes in scheme areas, agro-economic conditions and the average cost of investment for fixing the maximum maturity period consistent with the useful life of the investment and banking considerations and for stipulating the minimum benefiting acreage for loan eligibility for ensuring financial viability of proposed investments.

5.16. Within the framework of the terms of sanction, the financing banks are required to appraise individual loan applications with reference to the precise estimate of cost of investment, from size of the borrower and incremental income expected and thereafter to fix the repayment period within the maximum on the basis of a realistic assessment of the repaying capacity of the borrower. The Corporation has been able to persuade the financing banks through workshops, training courses and circulation of guidelines to observe scientific methods of appraisal in their lending operations. The banks have also been advised to strengthen their expert staff in this regard.

5.17 The large number of schemes submitted to the Corporation in recent years reflects the importance of proper appraisal of schemes. There has been a significant improvement in data collection and their proper presentation in projects for facilitating interpretation. The Corporation has recently had a critical look at its appraisal techniques and further refinements are proposed to be made in the methodology of appraisal.

#### *Utilization*

5.18 The Corporation places considerable emphasis on proper utilization of the loans sanctioned under the schemes and on a scientific evaluation of the economic benefits flowing from their implementation. The utilization studies now undertaken are intended to review the progress in implementation of schemes to ensure that the loans given have been used by the cultivators for the items of development envisaged, to find out whether the financing banks have a satisfactory system of effective supervision and verification of utilization of loans by the endusers, to examine compliance by the financing banks with the stipulated conditions of sanction, to ensure that the appraisal methods followed by the banks are in accordance with the guidelines of the Corporation and to examine generally whether the assumption regarding the economics of the scheme made at the time of economic feasibility studies were realistic. The important features brought out in the utilization studies are communicated to the financing banks and also to Registrars and state governments in the case of co-operative banks for necessary corrective action. With the increase in the number of schemes sanctioned and benefiting from the past experience in the field, arrangements are being made to augment the staff for carrying out utilization studies.

#### *Evaluation*

5.19 The utilization studies serve the short term objective of project monitoring and evaluation, viz., to bring out the operational difficulties and deficiencies so as to rectify possible mistakes in time. In addition, the Corporation has recently set up an Evaluation Cell to pursue the long-term objective of assessing the economic benefits accruing from investments refinanced so as to compare the ex-ante expectations with ex-post achievements particularly at the farmers' level. To start with, the specific objectives of evaluation studies would be to assess the

benefits from the schemes at the farmers' level, the difficulties faced by the farmers in obtaining the full benefits, identifying the types of farmers who are the main beneficiaries of ARC refinanced schemes and finding out possible defects in project formulation, appraisal and execution so as to assist the Corporation in modifying suitably its appraisal procedures including emphasis on specific aspects to be looked into at the time of appraisal studies.

#### PERSPECTIVE

The Corporation is evolving a suitable methodology for applying the techniques of performance budgeting in the planning of its future activities. Business aspirations for the budget period are being spelt out in relation to the developmental and social responsibilities of the Corporation, Government's expectations about its performance and feasible growth anticipations. Beginning has been made with the preparation of such budgets. The Managing Director has held meetings with the regional offices also to explain to them the principles and purposes of performance budgeting and the respective regional offices in turn are taking steps for the preparation of such budgets. The strain on the budgetary resources of state governments in recent years has induced them to approach the Corporation for assistance of area development projects. This has given the Corporation an additional opportunity for injecting greater discipline in several types of agricultural investments which were hitherto financed by state governments out of budgetary resources. The regional offices are increasingly exposed to the development programmes of the state governments and the latter to the Corporation's insistence on the viability and proper implementation of projects.

6.2 The main thrust of the Corporation's activities is to step up the pace of investment in agriculture and to diversify its purpose, achieve a more even spread of investment in different regions particularly—to the extent possible—in the Eastern and North-Eastern regions and to improve the quality of lending rather than its quantum alone. When the IDA programmes were introduced in some states, the apparent tempo of investment tended to slacken initially on account of the enforcement of new disciplines. More recently, however, the tempo has picked up. In four states the allocation under the existing IDA credit has already been fully utilized or is nearing full utilization. Subject to technical considerations, the Corporation is continuing its assistance to these states so as to sustain the momentum. Steps have been taken at the same time to diversify the programmes. As part of its promotional role, the Corporation is trying to encourage new programmes such as small plantations in the South, piggery development in the North-Eastern states and development of forests in Bihar and West Bengal.

6.3 Plantation or tree crops have an important place in the economy as foreign exchange earners and as a source of supplementary food. The several separate commodity boards have by and large concentrated their attention on selective improvement in technology or in marketing but they have helped only to a limited extent in providing credit facilities to the planters and in promoting and supervising the spread of new technology among them. The Corporation is endeavouring to be of special assistance to the small planters, existing or prospective. There is no uniform definition of small planters as in the SFDA and each commodity board has adopted its own norms. Accepting these norms for the time being, the Corporation proposes to make a special study to identify the areas in the different states where a programme could be worked out, delineate the problems and co-ordinate the activities of the commodity boards, the state governments and banking institutions. For this purpose the Corporation has set

up an Informal Advisory Committee under the chairmanship of the Managing Director with representatives from the central and state governments, commodity boards, banking institutions, planters associations and knowledgeable individuals. The work will be initiated in the Southern Region which already has a number of small planters and would in due course be extended elsewhere.

6.4 The achievement of a large level of investment hinges greatly on the responsiveness of the state governments. Agriculture is a state subject and the environment for institutional agencies is conditioned by the states themselves. Discussions with the state governments indicate their appreciation of the possibilities and range of institutional investment but there is still considerable lag in their efforts to initiate the necessary steps such as promotion of legislation on the lines recommended by the Talwar Committee, review of the Act/rules relating to registration fees and stamp duties, updating of land records and co-ordination or integration of various de-

partments or agencies to formulate, sponsor and supervise programmes. The utilization of budgetary resources to build up the infrastructure necessary to ensure the smooth flow of credit is yet to be fully realised in many states. Moreover, investments can result in increased production only when the various developments in technology are properly tied up and propagated. Towards this end, the Corporation proposes to examine the agricultural practices in the project areas and initiate necessary steps through state agricultural departments. It is in this context that effective extension services in the states will be significant.

### FINANCES

The principal sources of funds of the Corporation for financing its lending programme during the two years 1972-73 and 1973-74 as well as the trends in various items during the five years 1969-70 to 1973-74 are presented in the table below :

Table 6

Rs. Crores

Sources	1972-73	Per cent of total	1973-74	Per cent of total	July-1969-June 1974		Per cent of total
					2	3	
1. Paid-up capital and reserves/surplus ..	..	5.38	(5.60)	0.68	(0.67)	11.50	(3.87)
2. Special deposit by Reserve Bank of India ..	0.17	(0.18)	0.24	(0.23)	0.79	(0.27)	
3. Borrowings from Government of India							
(a) IDA funds .. .. ..	40.68	(42.38)	38.62	(37.79)	82.63	(27.84)	
(b) Others .. .. ..	7.04	(7.33)	0.03	(0.03)	55.12	(18.57)	
4. Borrowing from Reserve Bank of India							
(a) N.A.C. (LTo) Fund .. .. ..	30.00	(31.25)	23.00	(22.50)	58.00	(19.54)	
(b) Others .. .. ..	0.31	(0.32)	7.90	(7.73)	15.73	(5.30)	
5. Bonds .. .. ..	11.00	(11.46)	27.50	(26.91)	66.23	(22.31)	
6. Repayments by banks .. .. ..	1.42	(1.48)	4.23	(4.14)	6.84	(2.30)	
Total .. .. ..	96.00	(100.00)	102.20	(100.00)	296.84	(100.00)	

### Share Capital

7.2. Allotments in respect of the third issue of shares of Rs. 5 crores were completed during the year. The

share capital of the Corporation stood at Rs. 15 crores on 30 June 1974. The contribution of various categories of shareholders to the share capital of the Corporation as on 30 June 1973 is as follows :

Table 7

Institution	Shares		Per cent of total
	No.	Value Rs. Crores	
Reserve Bank of India .. .. ..	8687	8.69	57.39
Central land development banks .. .. ..	2336	2.33	15.53
State co-operative banks .. .. ..	1425	1.42	9.47
Scheduled commercial banks .. .. ..	2337	2.34	15.60
Life Insurance Corporation of India .. .. ..	193	0.19	1.27
Other insurance and investment companies .. .. ..	21	0.02	0.13
Co-operative insurance societies .. .. ..	1	0.01	0.07
Total .. .. ..	15000	15.00	100.00

7.3. The borrowing power of the Corporation is restricted by statute to 20 times the paid-up capital and reserve fund. With the increasing pace of disbursements witnessed during the last two years and having regard to the large lending programme contemplated in the near future, the Corporation will have to strengthen its capital base for enhancing its borrowing powers. The Corporation will shortly be inviting subscriptions for a fourth share issue.

equivalent of the drawals by the Government of India on IDA/IBRD credits against the disbursements made under the on-going IDA projects.

### Borrowings from the Government of India

7.4 Borrowings from the Government of India during year amounted to Rs. 38.66 crores, raising the total to Rs. 163.50 crores. The amounts lent by the Government of India to the Corporation were limited to the rupee

7.5 During the year under review the Government of India raised the rates of interest at which funds are made available to the Corporation by  $\frac{1}{4}$  per cent and  $\frac{1}{2}$  per cent with effect from 1 July 1973 and 1 April 1974 respectively. The present rates are 6 $\frac{1}{4}$  per cent for loans upto 9 years and 6 $\frac{1}{2}$  per cent for loans between 10 and 15 years, a rebate of  $\frac{1}{4}$  per cent being available for prompt repayment. However, the Government of India continued to make available funds for the implementation of the various IDA-assisted projects sanctioned earlier at the same rates as were envisaged in the relative agreements.

*Market Borrowings*

7.6 During the year, the Corporation entered the market twice, first in September 1973 and then in March 1974 to raise a total sum of Rs. 27.50 crores through bonds of 12 year maturity carrying interest at 5½ per

annum. The second issue was limited to subscription by co-operative institutions only. At the end of the year, market borrowings aggregated Rs. 66.21. The following table shows the amounts received from the various categories of subscribers for each series of bonds :

Table 8

Subscribers	Bond series						Rs. Crores
	I	II	III	IV	V	VI	
1. State Bank of India and subsidiaries	2.81	2.99	1.86	3.31	4.92	—	15.89
2. Nationalised banks .....	7.31	4.25	5.45	5.75	7.90	—	30.66
3. Other commercial banks .....	0.56	0.73	0.43	1.26	0.85	—	3.83
4. Life Insurance Corporation of India	0.10	0.10	0.20	0.10	0.15	—	0.65
5. Other insurance companies .....	—	—	0.04	0.04	0.05	—	0.13
6. Co-operative banks .....	0.02	0.45	0.25	0.49	2.59	11.00	14.80
7. Others .....	0.14	—	0.02	0.05	0.04	—	0.25
Total .....	10.94	8.52	8.25	11.00	16.50	11.00	66.1

Note.—Dates of issue I—January 1970, II—November 1970, III—March 1972, IV—March 1973, V—September 1973 and VI—March 1974.

*Borrowings from the Reserve Bank of India*

7.7 The Reserve Bank of India sanctioned during the year a further limit of Rs. 23.00 crores for drawal from the National Agricultural Credit (Long-term Operations) Fund and this limit was fully availed of by the Corporation. After allowing for the repayment of a sum of Rs. 3.50 crores in respect of the earlier loans, the balance due from the Corporation to the Reserve Bank of India stood at Rs. 54.00 crores as on 30 June 1974.

7.8 The Corporation continued to enjoy a limit of Rs. 15.00 crores for short-term loans from the Reserve Bank of India and the outstanding under this head as on 30 June 1974 was Rs. 11.60 crores.

*Repayments*

7.9 Repayments from member-banks aggregated Rs. 4.23 crores during the year against Rs. 2.70 crores received upto the end of June 1973. The agencywise break-up of the aggregate repayments of Rs. 6.93 crores upto the end of June 1974 is as under :

Table 9

Agency	Repayments			Total
	ARC Schemes	IDA-assisted schemes		
(i) Scheduled commercial banks .....	..	..	..	2.46
(ii) State land development banks .....	..	..	..	2.03
(iii) State co-operative banks .....	..	..	2.44	2.44
Total .....	..	..	4.56	6.93

7.10 In respect of the land development banks, annual repayments are due only in regard to refinance provided under IDA projects, as special development debentures subscribed under other schemes are redeemable in a single lump sum on their maturity.

*Members*

7.11 Two more banks, viz., Mitsui Bank Ltd. and Tanjore Permanent Bank Ltd. and the United India Fire and General Insurance Company Ltd. became members of the Corporation. During the year the Hindustan Mercantile Bank Ltd., the Hongkong and Shanghai Banking Corporation, the Saraswati Insurance Co. Ltd., and the Co-operative General Insurance Society Ltd., ceased to be members. The total membership of the Corporation as on 30 June 1974 thus stood at 109, as against 110 as at the end of June 1973.

*Board of Directors*

7.12 On the appointment of Shri M. A. Quraishi, a Director of the Corporation, as Adviser to the Governor of Uttar Pradesh, the Government of India nominated Shri K. N. Channa, Additional Secretary, Department of Community Development, Government of India, as a Director in terms of Section 10(c) of the Act. Shri

Channa was a Director of the Corporation from 4 August to 5 December 1973. Shri Quraishi was re-nominated as a Director of the Corporation in place of Shri K. N. Channa, on his re-appointment as Secretary in the Ministry of Agriculture. The Directors place on record their deep appreciation of the valuable services rendered to the Corporation by Shri K. N. Channa.

7.13 The Board of Directors met seven times during the year.

*Use of Hindi*

7.14 The Corporation has been represented on the Official Languages Implementation Committee of the Reserve Bank of India to popularise the use of Hindi in the day-to-day working of the Corporation. All letters received in Hindi are answered in Hindi. All the official notifications, press communiqué etc., are published simultaneously in English and Hindi. The Corporation's Annual Report is published in both English and Hindi. Steps for popularising the use of Hindi and training facilities in Hindi for members of staff are being taken in consultation and association with the Reserve Bank of India.

*Accounts :**Repayment of Subvention Amount*

7.15 An amount of about Rs. 14 lakhs outstanding in the Corporation's balance sheet under the heading 'Payment by Central Government in respect of guaranteed dividend', represented the amounts received by it from the Government of India towards meeting the guaranteed dividend on the Corporation's share capital to the extent that its profits fell short, during the first 5 years of its working from 1963-64 to 1967-68. The Corporation has repaid the above amount to the Government of India during this year.

*Profits*

7.16 The net profit of the Corporation during the year 1973-74 available for appropriation amounted to Rs. 117.51 lakhs after providing a sum of Rs. 31 lakhs

*Accounts*

towards special reserve being 10 per cent of the current profits as permissible under the Finance Act, 1971. The Directors recommend appropriation of the profits as under :

	Rs. Lakhs
Transfer to Reserve Fund	51.26
Dividend on shares	66.25
	117.51

*On behalf of the Directors*

K. K. HAZARI

*Chairman*

10 August 1974

**Statement 1****TRENDS IN AVAILMENT OF REFINANCE IN RELATION TO COMMITMENTS**

Rs. Crores

Year	No of sanctioned schemes at the end of the year	ARC commitment as phased		Debentures subscri- bed to and loans drawn		Drawal as percent- age of commitment from ARC	
		During the year	Upto the end of the year	During the year	Upto the end of the year		
1963-64	3	—	—	—	—	10·0	10·1
1964-65	13	4·47	4·47	0·45	0·45	—	—
1965-66	36	8·28	8·73	4·45	4·90	53·7	56·1
1966-67	42	9·40	14·30	2·08	6·98	22·1	48·8
1967-68	128	18·50	25·48	5·67	12·65	30·6	49·6
1968-69	233	45·94	58·59	17·84	30·49	38·8	52·0
1969-70	371	61·66	92·15	28·60	59·09	46·4	64·1
1970-71	458	66·58	125·67	30·62	89·71	46·0	71·4
1971-72	711	86·33	176·04	34·98	124·69	40·5	70·8
1972-73	923	166·71	291·40	94·13	218·83	56·5	75·1
1973-74	1457	188·20*	435·56*	97·84	316·67	52·0	72·7

\*Excluding Rs. 5·57 crores switched over to IDA Project.

**Statement 2****SANCTIONS DURING 1973-74 BY PURPOSE**

Rs. Crores

Purpose	No of schemes	Financial assistance	ARC commitment	Commit- ment of state Go- vernments, Banks
Minor irrigation	317	211·30	188·47	22·83
Land development and soil conservation	10	2·73	2·07	0·66
Farm mechanization	84	12·10	9·21	2·89
Plantation and horticulture	40	8·66	6·79	1·87
Poultry and sheep breeding	15	0·62	0·52	0·10
Fisheries	3	0·80	0·64	0·16
Dairy development	62	8·21	6·92	1·29
Storage facilities and market yards	18	6·76	5·73	1·03
Agricultural aviation	1	0·16	0·12	0·04
Total	550	251·34	220·47	30·87

**Statement 3**  
**SANCTIONS DURING 1973-74 BY REGIONS AND STATES**

Rs. Crores

Region/State/Union Territory	No. of schemes	Financial assistance	ARC commitment	Commitment of State Governments/Banks
<b>I. NORTHERN REGION</b>				
Delhi	2	0·43	0·40	0·03
Haryana	15	13·48	10·91	2·57
Himachal Pradesh	—	—	—	—
Jammu & Kashmir	4	0·26	0·25	0·01
Punjab	24	6·95	5·76	1·19
Rajasthan	20	7·88	6·66	1·22
	<b>65</b>	<b>29·00</b>	<b>23·98</b>	<b>5·02</b>
<b>II. NORTH-EASTERN REGION</b>				
Assam	2	0·90	0·86	0·04
Meghalaya	—	—	—	—
Nagaland	—	—	—	—
	<b>2</b>	<b>0·90</b>	<b>0·86</b>	<b>0·04</b>
<b>III. EASTERN REGION</b>				
Bihar	16	30·67	27·38	3·29
Orissa	5	8·31	7·92	0·39
West Bengal	12	2·70	2·47	0·23
	<b>33</b>	<b>41·68</b>	<b>37·77</b>	<b>3·91</b>
<b>IV. CENTRAL REGION</b>				
Madhya Pradesh	122	61·24	54·84	6·40
Uttar Pradesh	85	45·55	40·12	5·43
	<b>207</b>	<b>106·79</b>	<b>94·96</b>	<b>11·83</b>
<b>V. WESTERN REGION</b>				
Goa	1	0·01	0·01	—
Gujarat	23	2·60	2·08	0·52
Maharashtra	105	44·50	39·56	4·94
	<b>129</b>	<b>47·11</b>	<b>41·65</b>	<b>5·46</b>
<b>VI. SOUTHERN REGION</b>				
Andhra Pradesh	15	8·27	6·90	1·37
Karnataka	65	9·26	7·71	1·55
Kerala	12	3·01	2·31	0·70
Pondicherry	3	0·45	0·40	0·05
Tamil Nadu	19	4·87	3·93	0·94
	<b>114</b>	<b>25·86</b>	<b>21·25</b>	<b>4·61</b>
<b>Grand Total</b>				
	<b>550</b>	<b>251·34</b>	<b>220·47</b>	<b>30·87</b>

**Statement 4**  
**SANCTIONS DURING 1973-74 BY AGENCY**

Rs. Crores

Agency	No of schemes	Financial assistance	ARC commitment	Commitment/ of State Governments Banks
<b>State Land Development Banks</b>				
	139	149·12 (59·33)	132·91 (60·28)	16·21
<b>Scheduled Commercial Banks</b>				
	407	99·54 (39·60)	85·22 (38·66)	14·32
<b>State Co-operative Banks</b>				
	4	2·68 (1·07)	2·34 (1·06)	0·34
<b>Total</b>				
	<b>550</b>	<b>251·34 (100·00)</b>	<b>220·47 (100·00)</b>	<b>30·87</b>

*Figures in parenthesised italics are Percentages of the total.*

## Statement 5

## DISTRIBUTION OF SCHEMES SANCTIONED UPTO 30 JUNE 1974 BY PURPOSE

Purpose	No of schemes	Financial assistance	ARC commitment	Commitment of State Governments/Banks	Rs. Crores Loans drawn from/debentures subscribed to by ARC
Minor irrigation	860	601.29	540.21	61.08	254.44
Land development and soil conservation	89	87.18	68.40	18.78	28.02
Farm mechanization	107	23.03	17.60	5.43	6.70
Plantation and horticulture	233	49.23	38.70	10.53	11.29
Poultry and sheep breeding	32	2.17	1.80	0.37	0.31
Fisheries	22	7.97	5.72	2.25	2.86
Dairy development	82	13.03	10.82	2.21	1.47
Storage facilities and market yards	31	22.84	20.73	2.11	11.46
Agricultural aviation	1	0.16	0.12	0.04	0.12
Total	1457	806.90	704.10	102.80	316.67

## Statement 6

## DISTRIBUTION OF SCHEMES SANCTIONED UPTO 30 JUNE 1974 BY STATE, AGENCY AND PURPOSE

Region/State/Union Territory	Agency Purpose code	No of schemes	Total financial assistance	ARC commitment			Rs. Lakhs Loans/debentures	
				Total commitment	Phasing		During 1973-74	Upto 30th June 1974
					Upto 1973-74	During 1973-74		
<b>I. NORTHERN REGION</b>								
Delhi	2 FM	1	15	12	5	5	6	6
	DD	1	28	28	8	8	1	1
	P	1	20	16	16	16	—	—
	3 P	1	12	12	12	—	—	6
		4	75	68	41	29	7	13
Haryana	1 MI	24	2429	2187	1950	422	486	2227
	LD	2	234	194	22	17	3	3
	FM	1	50	37	37	—	—	37
	P/H	2	54	40	40	—	—	30
	2 MI	29	1859	1533	734	299	195	527
	FM	2	36	29	7	7	7	7
	DD	5	64	56	28	11	5	5
	P	1	8	8	2	2	—	—
	3 DD	2	130	108	108	27	—	15
	S & M	3	439	439	439	163	107	226
		71	5303	4631	3367	948	803	3077
Himachal Pradesh	1 P/H	1	39	29	29	20	4	4
	2 DD	1	3	3	3	2	—	—
		2	42	32	32	22	4	4
Jammu & Kashmir	1 P/H	3	130	98	88	8	—	71
	LD	1	8	7	—	—	—	—
	2 DD	1	10	10	2	2	—	—
	P	1	3	3	2	2	—	—
	SB	1	5	5	1	1	—	—
		7	156	123	93	13	—	71
Punjab	1 MI	29	3148	2856	2619	340	194	2273
	LD	11	676	546	152	67	19	113
	P/H	4	261	195	98	52	—	—
	FM	2	190	143	143	143	—	—
	2 MI	3	296	241	214	118	108	199
	FM	14	188	137	21	21	70	70
	DD	5	99	91	47	30	14	36
	P	1	1	1	1	1	—	—
	S & M	1	122	97	97	49	24	24
	3 DD	4	107	89	57	43	—	—
	S & M	4	747	730	730	351	60	629
		78	5835	5126	4179	1215	489	3344

## Statement 6—Contd.

Rs. Lakhs

Region/State/Union Territory	Agency code	Purpose	No. of schemes	Total financial assistance	ARC commitment		Loans/debentures			
					Total Commitment	Phasing		Upto 30 June 1974		
						Upto 1973-74	During 1973-74			
Rajasthan	1 MI LD P/H	33 4 1	1984 454 39	1833 340 29	873 180 11	383 61 7	177 — 5	542 10 9		
	2 MI FM P S&M	6 1 1 6	265 24 5 208	213 19 4 165	102 6 2 65	93 6 2 49	75 6 — 20	75 6 — 20		
				52	2979	2603	1239	601	283	662
				214	14390	12583	8951	2828	1586	7171
<b>II. NORTH-EASTERN REGION</b>										
Assam	1 P/H 2 P/H MI S&M 3 P/H	1 8 1 1 1	5 160 61 29 6	4 138 60 26 6	1 138 8 26 3	— 7 8 26 —	— 29 — — —	— 134 — — —		
				12	261	234	176	41	29	134
Meghalaya	3 P/H DD	1 1	5 2	5 2	5 2	— —	— —	— —	— —	
Nagaland	3 LD	1	30	30	8	8	4	4	4	
		15	298	271	191	49	33	138		
<b>III. EASTERN REGION</b>										
Bihar	1 MI LD P/H 2 MI FM S&M 3 DD	10 1 1 8 2 5 2	3231 568 14 405 161 147 70	2907 426 11 332 129 132 53	722 426 — 191 63 57 10	405 — — 115 36 57 9	340 7 — 203 35 — —	678 83 — 203 35 — —		
		29	4596	3990	1469	622	585	999		
Orissa	1 MI LD FM P/H 2 MI LD FM P/H 3 DD F	2 5 1 6 2 3 1 1 1 1 18	255 70 80 222 588 92 25 56 19 18	240 52 60 171 568 77 20 45 19 18	20 42 10 87 61 26 3 10 2 4	20 14 10 59 61 26 3 6 2 4	— 2 1 5 — — — — — —	— 17 1 37 — — — — — —		
		23	1425	1270	265	205	8	55		
West Bengal	1 MI P/H 2 MI P/H DD F	8 5 6 2 2 2	263 34 58 7 9 2	241 31 50 6 8 2	58 11 35 6 — 2	48 2 20 — — —	11 — 11 — — —	14 4 18 6 — 1		
		25	373	338	112	70	22	43		
		77	6394	5598	1846	897	615	1097		

**Statement 6—*Contd.***

Rs. Lakhs

## Statement 6—Concl.

Rs. Lakhs

Region/State/Union Territory	Agency code	Purpose	No of Schemes	Total financial assistance	ARC commitment		Loans/debentures	
					Total Commitment	Upto 1973-74	Phasing	During 1973-74
Karnataka	1 MI	15	4594	4183	3516	1593	897	1460
	LD	14	1846	1384	950	207	55	459
	P/H	23	988	739	542	157	85	268
	2 MI	17	322	289	113	103	7	17
	LD	3	84	63	20	20	—	—
	P/H	76	413	341	158	51	19	108
	DD	9	55	44	11	11	—	—
	P/SB	9	32	26	12	9	—	3
	FM	12	126	98	38	34	3	7
	S&M	4	171	128	23	16	17	17
	3 P/H	2	165	165	165	—	—	25
	F	2	208	143	137	—	—	137
	S&M	2	152	113	98	27	16	30
			188	9156	7717	5783	2228	1099
								2531
Kerala	1 MI	1	51	47	46	—	2	47
	LD	4	126	95	35	27	5	7
	P/H	18	666	498	183	89	33	96
	2 MI	1	39	30	22	10	16	16
	LD	1	375	375	40	40	40	40
	P/H	18	138	130	123	9	7	107
	P	3	12	11	5	5	—	—
	DD	2	13	12	7	7	—	—
	3 P	1	30	30	30	—	—	—
	F	3	204	154	103	47	—	48
			52	1654	1382	594	234	103
								361
Pondicherry	1 MI	1	16	16	16	8	—	—
	2 DD	3	45	40	11	11	8	8
	3 F	1	29	22	—	—	—	—
			5	90	78	27	19	8
								8
Tamil Nadu	1 MI	67	5176	4676	3765	1806	1634	3502
	LD	3	620	465	465	23	8	457
	P/H	14	866	650	138	63	17	81
	2 LD	1	5	4	—	—	—	3
	P/H	31	146	134	133	16	13	111
	P	1	1	1	—	—	—	1
	F	2	7	5	1	1	1	5
	DD	4	83	67	24	24	4	4
	AA	1	16	12	12	12	12	12
	3 F	2	104	74	44	42	23	26
	SB	1	51	38	38	—	—	—
			127	7075	6124	4620	1987	1712
				537	24901	21300	16503	6282
								3345
								10415
Grand Total			1457	80690	70410	43556	18820	9784
								31667

Agency code : 1. State land development bank.  
 2. Scheduled commercial banks.  
 3. State co-operative bank.

## Purpose

M.I.—Minor irrigation  
 L.D.—Land development  
 F.M.—Farm mechanization  
 P/H—Plantation/Horticulture

F=Fisheries  
 D/D=Dairy development  
 P/SB=Poultry/Sheep breeding  
 S&M=Storage facilities and market yards  
 AA=Agricultural aviation

## Statement 7

## DISTRIBUTION OF SCHEMES SANCTIONED BY THE CORPORATION UPTO 30 JUNE 1974 ACCORDING TO AGENCY OF FINANCE

Rs. Crores

Agency	No. of schemes	Financial assistance	ARC commitment	Commitment of State Govts./Banks	Loans drawn from/debentures subscribed to by ARC
State Land Development Banks	730	610·40 (75·65)	536·92 (75·26)	73·48	273·54
Scheduled Commercial Banks	680	166·64 (20·65)	140·98 (20·02)	25·66	29·53
State Co-operative Banks	47	29·86 (3·70)	26·20 (3·72)	3·66	13·60
Total	1457	806·90 (100·00)	704·10 (100·00)	102·80	316·67

*Figures in parenthesis are Percentages of the total.*

## Statement 8

## STATEMENT OF SCHEMES SANCTIONED UNDER THE AEGIS OF SFD/MFAL AGENCIES AS ON 30-6-1974

Rs. Lakhs

Region/State/ Union Territory	Agency	Purpose	No. of schemes	Finan- cial assis- tance	ARC commitment			Loans/deben- tures	
					Total com- mit- ment.	Phasing		During 1973-74	Upto 1973-74
<b>I. NORTHERN REGION</b>									
Delhi	Comm. Banks	DD	1	28	28	8	8	1	1
Haryana	SLDB	LD	1	17	17	6	4	—	—
	Comm. Banks	MI	2	31	25	16	16	11	11
		DD	1	16	16	6	6	—	—
Himachal Pradesh	Comm. Banks	DD	1	3	3	3	2	—	—
Jammu & Kashmir	SLDB	LD	1	6	6	—	—	—	—
	Comm. Banks	P	1	3	3	2	2	—	—
		SB	1	5	5	1	1	—	—
		DD	1	10	10	2	2	—	—
Punjab	SLDB	MI	4	228	228	155	79	57	64
	Comm. Banks	DD	4	67	67	25	18	14	14
		P	1	1	1	1	1	—	—
Rajasthan	SLDB	MI	3	469	469	139	104	80	87
			22	884	878	364	243	163	177
<b>II. NORTH-EASTERN REGION</b>									
Assam	Comm. Banks	MI	1	48	48	—	—	—	—
Meghalaya	SCB	P/H	1	5	5	5	—	—	—
		DD	1	2	2	2	—	—	—
			3	55	55	7	—	—	—
<b>III. EASTERN REGION</b>									
Orissa	SLDB	MI	1	116	116	10	10	—	—
	Comm. Banks	MI	2	403	403	45	45	—	—
		SCB	1	16	16	2	2	—	—
West Bengal	SLDB	MI	4	44	44	17	8	6	9
		P/H	3	21	21	3	3	—	—
	Comm. Banks	MI	3	19	19	9	9	—	—
		DD	1	5	5	—	—	—	—
			15	624	624	86	77	6	9

## Statement 8—contd.

Rs. Lakhs

Region/State/ Union territory	Agency	Purpose	No. of sche- mes	Finan- cial assis- tance	Total com- mit- ment	ARC commitment		Loans/deben- tures	
						Upto 1973-74	Phasing 1973-74	Upto 1973-74	During 1973-74
<b>IV. CENTRAL REGION</b>									
Madhya Pradesh	SLDB	MI	7	242	242	86	65	33	54
Uttar Pradesh	SLDB	MI	7	836	836	505	192	120	409
	Comm. Banks	MI	1	12	12	6	6	—	—
		DD	1	10	10	4	4	—	—
			16	1100	1100	601	267	153	463
<b>V. WESTERN REGION</b>									
Maharashtra	SLDB	MI	10	116	110	50	—	—	—
		P/H	1	97	97	4	4	—	—
	Comm. Banks	DD	1	5	5	5	5	1	1
			12	218	212	59	9	1	1
<b>VI. SOUTHERN REGION</b>									
Andhra Pradesh	SLDB	MI	3	257	257	140	89	25	—
	Comm. Banks	MI	1	19	19	5	5	2	—
Karnataka	SLDB	MI	3	483	483	352	225	148	—
	Comm. Banks	MI	1	23	21	21	21	—	—
Pondicherry	SLDB	MI	1	4	4	1	1	—	—
	Comm. Banks	DD	1	20	20	7	7	6	6
Tamil Nadu	SLDB	MI	4	158	158	61	61	21	21
Kerala	Comm. Banks	P	2	8	8	5	5	—	—
			17	988	986	608	421	202	220
	Grand Total		85	3869	3855	1725	1017	525	870

## Purpose :

M.I. = Minor irrigation  
 LD = Land development  
 P/H = Plantation/Horticulture  
 DD = Dairy development  
 P/SB = Poultry/Sheep breeding.

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## Statement 9

## IDA/IBRD PROJECTS—BRIEF DESCRIPTION OF EACH PROJECT

The agricultural credit projects envisage large investments in minor irrigation (such as dugwells, dug-cum-borewells, shallow, medium and deep tubewells, lift irrigation units and installation of pumpsets and persian wheels on wells, laying of pipelines and the incidental land levelling), land development and financing the purchase of imported and indigenous tractors, harvesters and combines. The names of the other projects themselves indicate the items of development proposed to be undertaken under them. Brief Particulars of each project showing the total cost IDA/IBRD assistance, assistance to be routed through the Corporation, agencies implementing the projects and a brief description of the nature of development envisaged, etc., are as follows :

1. A. Agricultural Aviation Project. @  
 B. Cost of the Project \$8.78 million (Rs. 6.58 crores)—\$6.00 million (Rs. 4.52 crores)—IDA assistance \$3.30 million (Rs. 2.48 crores) to be routed through the Corporation.

C. Importation of aircrafts, both fixedwing and helicopter, from World Bank member countries.

@ Since cancelled

## D. Selected commercial banks.

E. Three years—closing date—31 December 1974.

2. A. Andhra Pradesh Agricultural Credit Project.

B. Cost of the Project \$45 million (Rs. 33.8 crores)—IDA assistance \$24.4 million (Rs. 18.30 crores)—\$24.12 million (Rs. 17.55 crores) to be routed through the Corporation.

C. Financing minor irrigation investments, land development and farm mechanisation equipment.

D. Andhra Pradesh Co-operative Central Land Mortgage Bank Ltd. and selected commercial banks.

E. 3 years—closing date 30 June 1974 since extended to 30 June 1975.

3. A Bihar Agricultural Credit Project.

B. Cost of the Project \$60 million (Rs. 45 crores)—IDA assistance \$32 million (Rs. 24 crores), to be routed through the Corporation.

C. Minor irrigation programme including sinking of tubewells, installation of diesel pumpsets for low lift pumping from surface water.

D. The Bihar State Co-operative Land Development D Selected commercial banks.

## LEGEND

A Name of the Project. B Cost of the Project, IDA assistance and amount to be routed through ARC.

C Project description. D Implementing agency. E Period of implementation.

Bank and selected commercial banks.

E. Three years—closing date—December 1976.

4. A. Bihar Market Yards Project.

B. Cost of the Project \$22.64 million (Rs. 16.48 crores)—IDA assistance \$14 million (Rs. 11.61 crores)—\$12.85 million (Rs. 9.35 crores) to be routed through the Corporation.

C. For investment in market facilities in about 50 towns in Bihar including civil works, such as construction of entrance roads, surfacing, fencing, godowns, traders' shops, etc.

D. State Bank of India.

E. Five years—closing date—30 June 1978.

5. A. Chambal Command Area Development Project. (ARC programme)

B. Cost of the Project—\$12 million (Rs. 9.6 crores)—IBRD assistance \$5 million (Rs. 4.1 crores) to be routed through the Corporation.

C. The project would include drainage, lining of canals, increasing the capacity of canals, building or improving control structures, onfarm development including irrigation and drainage ditches, land shaping, construction of roads, afforestation and erosion control supply of fertilizers.

D. Rajasthan State Co-operative Land Development Bank and selected commercial banks.

E—6 years—closing date—30 June 1971.

6. A. Gujarat Agricultural Credit Project.

B. Cost of Project \$67 million (Rs. 50.2 crores)—IDA assistance \$35 million (Rs. 26.25 crores) of which \$34.70 million (Rs. 25.26 crores) to be provided through the Corporation.

C. Financing of minor irrigation investments and farm mechanisation equipment (tractor) and groundwater study.

D. Gujarat State Co-operative Land Development Bank Ltd.

E. Three years—closing date—30 June 1974 since extended to 31st March 1975 (Only 800 out of 2200 tractors were imported and unutilised credit of \$4.9 million (Rs. 3.57 crores) transferred to minor irrigation category).

7. A. Haryana Agricultural Credit Project.

B. Cost of Project \$62.23 million (Rs. 45.30 crores)—IDA assistance \$25 million (Rs. 18.20 crores) to be routed through Corporation.

C. Financing of minor irrigation investments comprising installation of shallow tubewells and imported and indigenous farm mechanisation equipment viz., tractors, harvest and self-propelled combines.

D. The Haryana State Co-operative Land Mortgage Bank and selected commercial banks.

E. Three years—closing date 31 March 1975—Minor irrigation programme originally contemplated already completed. A sum of \$5.3 million (Rs. 3.98 crores) transferred during the year from tractor category to minor irrigation category.

8. A. Himachal Pradesh Apple Processing & Marketing Project.

B. Total cost of the Project \$21.5 million (Rs. 16.13 crores)—IDA assistance \$13 million (Rs. 9.75 crores)

—IDA assistance to be routed through the Corporation is Rs. 3.72 crores.

C. To finance improvements in the apple processing and marketing industry in Himachal Pradesh through establishment of Horticultural Produce Processing and Marketing Corporation. Assistance will cover construction of packing houses collecting stations, transhipment centre, cold storage units and juice concentrate plant. Erection of aerial ropeways and construction of new roads for timely transport of produce are also envisaged.

D. Selected commercial banks.

E. Four years—closing date—31 December 1978.

9. A. Karnataka Agricultural Credit Project.

B. Cost of Project \$75.4 million (Rs. 54.9 crores)—IDA assistance \$40 million (Rs. 30 crores) of which \$36.70 million (Rs. 26.7 crores) to be routed through the Corporation.

C. Financing of minor irrigation investments and land reclamation and purchase of tractors and land reclamation equipment.

D. The Karnataka State Co-operative Land Development Bank Ltd. and selected commercial banks.

E. Three years—closing date—31 October 1975.

10. A. Karnataka Agricultural Wholesale Markets Project

B. Cost of the Project—\$13.00 million (Rs. 9.48 crores)—IDA assistance \$8 million (Rs. 6.4 crores) 7.92 million (Rs. 6.35 crores) to be routed through the Corporation.

C. Market facilities including civil works, structures, utilities, equipments etc.

D. Selected commercial banks.

E. Five years—closing date—31 December 1979.

11. A. Karnataka Dairy Development Project (ARC programme)

B. Cost of Project \$53.5 million (Rs. 34.80 crores)—IDA assistance \$30 million (Rs. 24.0 crores) of which \$20.9 million (Rs. 16.72 crores) to be routed through the Corporation.

C. An integrated programme for increasing the production of milk in rural areas of Karnataka state by providing technical services for quality crossbreeding and animal health and the development of facilities for milk collection processing and marketing.

D. Karnataka State Co-operative Land Development Bank Ltd., Mysore Co-operative Apex Bank and selected commercial banks.

E Eight years—Closing date—30 September 1982.

12. A. Madhya Pradesh Agricultural Credit Project.

B. Cost of the Project \$60.3 million (Rs. 45.2 crores)—IDA assistance \$33 million (Rs. 24.95 crores) to be routed through the Corporation.

C. Financing of on-farm investment including construction of dugwells, improvement in existing wells, installation of electric and diesel pumpsets and persian wheels and incidental land levelling.

D. Madhya Pradesh State Co-operative Land Development Bank and selected commercial banks.

- E. Three years—closing date—December 1976.

13. A. Maharashtra Agricultural Credit Project.  
B. Cost of the Project \$52.42 million (Rs. 38.15 crores)—IDA assistance \$30.00 million (Rs. 21.83 crores) \$25.40 million (Rs. 18.49 crores) to be routed through the Corporation.

C. Minor irrigation programme including tubewells, lift irrigation, dugwells, dugwell improvements and encrescisation of wells and land levelling investments.

D. Maharashtra State Co-operative Land Development Bank Ltd., and selected commercial banks.

E. Three years—closing date—31 December 1975.

14. A. Punjab Agricultural Credit Project.  
B. Cost of Project \$56.27 million (Rs. 45.02 crores)—assistance from IDA \$27.50 million (Rs. 20.02 crores) to be provided through the Corporation.

C. Financing the purchase of imported and indigenous tractors harvesters and self propelled combines.

D. Punjab State Co-operative Land Mortgage Bank Ltd., and selected commercial banks.

E. Two years—closing date which was earlier stipulated at December 1973 has been extended up to 31 December 1975.

15.\* A. Rajasthan Canal Command Area Development Project. (ARC programme)  
B. Cost of the Project \$39.75 million (Rs. 31.8 crores)—IDA assistance \$12.1 million (Rs. 9.7 crores) to be routed through the Corporation.

C. The project would cover lining of distributary canals, construction of roads, pasture development, afforestation, provision of fertilizers and on-farm development including land shaping, reclamation and lining of water courses.

D. Rajasthan State Co-operative Land Development Bank and selected commercial banks.

E. 6 years—closing date—30 June 1981.

16. A. Tamil Nadu Agricultural Credit Project.  
B. Cost of the Project \$62.3 million (Rs. 46.8 crores)—IDA assistance \$35 million (Rs. 26.25 crores) of which \$29.80 million (Rs. 21.70 crores) to be routed through the Corporation.

C. Financing of minor irrigation investments including sinking of filter points wells, shallow and medium tubewells, land levelling, land drainage and tractors.

D. Tamil Nadu State Co-operative Land Development Bank Ltd.

E. Three years—closing date—31 December 1974.

17. A. Tarai Seeds Project.  
B. Cost of the Project—\$22.39 million (Rs. 16.79 crores)—IBRD assistance \$13 million (Rs. 9.75 crores)—\$9 million (Rs. 6.75 crores) through the Corporation.

C. Land development in the Tarai area of Uttar Pradesh with a view to increasing the availability of high-yielding varieties of foodgrains.

D. State Bank of India.

E. June 1974.

18. A. Uttar Pradesh Agricultural Credit Project.  
B. Cost of Project \$72.50 million (Rs. 54.3 crores)—IDA assistance \$38 million (Rs. 28.5 crores) to be routed through the Corporation.

C. Financing of on-farm investments such as construction of masonry wells or dugwells shallow tube-wells, medium depth tubewells persian wheels, and installation of electric and diesel pumpsets.

D. Uttar Pradesh State Co-operative Land Development Bank and selected commercial banks.

E. Three years—closing date—31 December 1976.

\* Formal sanction given by IDA in July 1974.

#### Statement 10

#### PROGRESS OF IBRD/IDA PROJECTS AS ON 30 JUNE, 1974

Project	Purpose	Total lending programme	Amount IBRD/IDA assistance admissible to ARC	Disbursements made by PLDBS/PCBs.	Disbursements made by ARC	Amount received from GOI
<b>A. IBRD PROJECTS</b>						
1. UP-Tarai Seeds Project	LD	9.27	6.75	1.25	1.24	1.23
2. Chambal Command Area Development Project	LD	7.00	4.10	—	—	—
<b>B. IDA PROJECTS</b>						
(a) Agricultural Credit Projects						
3. Gujarat	MI FM	39.07 3.51	23.44 1.82	38.10 3.19	34.45 2.39	22.06 1.87
		42.58	25.26	41.29*	36.84	23.93
4. Andhra Pradesh						
	MI LD FM	17.02 5.06 7.02	10.19 3.81 3.55	17.02 1.90 —	11.60 1.08 —	10.05 1.28 —
		29.10	17.55	18.92\$	12.68	11.33
5. Tamil Nadu						
	MI LD FM	29.91 2.66 7.02	16.53 1.53 3.64	26.91— 0.82* —	20.59 0.40 —	16.50 0.54 —
		39.59	21.70	27.73	20.99	17.04

## Statement 10—contd.

## PROGRESS OF IBRD/IDA PROJECTS AS ON 30 JUNE, 1974

Rs. Crores

Project	Purpose	Total lending programme	Amount of IBRD/IDA assistance admissible to ARC	Disbursements made by PLDBs/PCBs.	Disbursements by ARC	Amount received from GOI
6. Haryana	MI FM	15·08 24·27	7·06 11·14	14·98 —	13·08± —	6·66 —
		39·35	18·20	14·98£	13·08	6·66
7. Karnataka	MI LD FM	14·45 17·16 8·20	9·54 12·30 4·88	12·77 1·65 —	10·18 0·92 —	7·84 0·92 —
		39·81	26·72	14·42£	11·10	8·76
8. Maharashtra	MI LD	27·48 4·15	16·51 1·98	18·82 —	16·94 —	9·53 —
		31·63	18·49	18·82	16·94	9·53
9. Punjab	FM	38·27	20·02	0·87	0·64	—
10. Madhya Pradesh	MI LD	37·63 1·58	23·95 1·00	5·69£	4·32	1·23
		39·21	24·95	5·69	4·32	1·24
11. Uttar Pradesh	MI	45·94	28·48	6·67	6·20	3·24
12. Bihar	MI	39·43	24·00	2·51£	2·25	0·09
(b) Other Projects						
13. Bihar Market Yards Project		14·91	9·35	—	—	—
14. Himachal Pradesh Apple Processing and Marketing Project		4·52	3·72	—	—	—
15. Karnataka Market Yards Project		7·92	6·35	—	—	—
16. Karnataka Dairy Dev. Project		27·50	16·72	—	—	—
17. Agro-Aviation Project		5·29	2·48	—	—	—
Grand Total		461·32	274·84	153·15	126·28	38·86

MI=Minor Irrigation

LD=Land Development

FM=Farm Mechanization.

\*—As on 31-3-1974

£—As on 30-4-1974

\$—As on 31-5-1974

—As on 28-2-1974

+—ARC disbursements exceeded the sanctions on account of additional adhoc sanctions.

## Statement 11

## AMOUNT OF DEBENTURES SUBSCRIBED TO AND LOANS DRAWN FROM THE CORPORATION DURING THE YEAR ENDED JUNE, 1974 ACCORDING TO STATE, AGENCY OF FINANCE AND PURPOSE OF SCHEMES

Rs. Crores

State	Agency Code	Type of scheme	Total amount of debentures floated/loans raised	Debentures subscribed to/loans drawns from ARC	Contribution of State Govts./Banks
I. NORTHERN REGION					
Delhi	2	Farm mechanization Dairy development	0·08 0·01	0·06 0·01	0·02 —
			0·09	0·07	0·02

Statement 11—*contd.*

AMOUNT OF DEBENTURES SUBSCRIBED TO AND LOANS DRAWN FROM THE CORPORATION DURING THE YEAR ENDED JUNE, 1974 ACCORDING TO STATE, AGENCY OF FINANCE AND PURPOSE OF SCHEMES

State	Agency Code	Type of scheme	Total amount of debentures floated/loans raised	Debentures subscribed to/loans drawn from ARC	Rs. Crores
					Contribution of State Govts./Banks
Haryana	1	Minor irrigation	5·44	4·89	0·55
	2	Land development	2·40	1·95	0·45
	2	Minor irrigation	0·08	0·07	0·01
	3	Farm mechanization	0·06	0·05	0·01
	3	Dairy development	1·07	1·07	—
		Storage		9·05	8·03
					1·02
Himachal Pradesh	1	Plantation/Horticulture	0·05	0·04	0·01
Punjab	1	Minor irrigation	2·10	1·94	0·16
	1	Land development	0·23	0·19	0·04
	2	Minor irrigation	1·39	1·08	0·31
	2	Farm mechanization	0·94	0·70	0·24
	3	Dairy development	0·18	0·14	0·04
	3	Storage	0·32	0·24	0·08
	3	Storage	0·66	0·60	0·06
			5·82	4·89	0·93
Rajasthan	1	Minor irrigation	1·88	1·77	0·11
	1	Plantation/Horticulture	0·06	0·05	0·01
	2	Minor irrigation	0·95	0·75	0·20
	2	Farm mechanization	0·07	0·06	0·01
	3	Storage/Market yards	0·26	0·20	0·06
			3·22	2·83	0·39
<b>II. NORTH-EASTERN REGION</b>					
Assam	2	Plantation/Horticulture	0·38	0·29	0·09
Nagaland	3	Land development	0·04	0·04	—
<b>III. EASTERN REGION</b>					
Bihar	1	Minor irrigation	3·79	3·40	0·39
	1	Land development	0·10	0·07	0·03
	2	Minor irrigation	2·43	2·03	0·40
	2	Farm mechanization	0·44	0·35	0·09
			6·76	5·85	0·91
Orissa	1	Land development	0·02	0·02	—
	1	Farm mechanization	0·02	0·01	0·01
	1	Plantation/Horticulture	0·07	0·05	0·02
			0·11	0·08	0·03
West Bengal	1	Minor irrigation	0·12	0·11	0·01
	2	Minor irrigation	0·11	0·11	—
			0·23	0·22	0·01
<b>IV. CENTRAL REGION</b>					
Madhya Pradesh	1	Minor irrigation	4·86	4·39	0·47
	1	Farm mechanization	0·18	0·12	0·06
	2	Minor irrigation	2·29	1·94	0·33
			7·33	6·45	0·88

Statement 11 (*Concl.*)

AMOUNT OF DEBENTURES SUBSCRIBED TO AND LOANS DRAWN FROM THE CORPORATION DURING THE YEAR  
ENDED JUNE 1974 ACCORDING TO STATE, AGENCY OF FINANCE AND PURPOSE OF SCHEMES

Rs. Crores

State	Agency Code	Type of scheme	Total amount of debentures floated/loans raised	Debentures subscribed to/ loans drawn from ARC	Contribution of State Govts./Banks
<b>Uttar Pradesh</b>		1 Minor irrigation	13.99	12.68	1.31
		Plantation/Horticulture	0.03	0.02	0.01
	2	Minor irrigation Land development }	0.75	0.60	0.15
		Farm mechanization	2.06	1.67	0.39
		Dairy development	0.03	0.01	0.02
			16.86	14.98	1.88
<b>V. WESTERN REGION</b>					
<b>Goa</b>		2 Minor irrigation	0.04	0.03	0.01
<b>Gujarat</b>		1 Minor irrigation	7.32	6.63	0.69
		Farm mechanization	0.16	0.10	0.06
	2	Minor irrigation Farm mechanization	0.01	0.01	—
		Dairy mechanization	0.73	0.58	0.15
		Dairy development	0.58	0.46	0.12
		Storage/Market yards	0.13	0.10	0.03
			8.93	7.88	1.05
<b>Maharashtra</b>		1 Minor irrigation	11.62	10.45	1.17
	2	Minor irrigation Poultry	1.37	1.14	0.23
		Dairy development	0.10	0.09	0.01
		Storage	0.03	0.03	—
	3	Fisheries	0.48	0.38	0.10
		0.62	0.62	—	
			14.22	12.71	1.51
<b>VI. SOUTHERN REGION</b>					
<b>Andhra Pradesh</b>		1 Minor irrigation	3.46	3.13	0.33
		Land development	0.45	0.35	0.10
	2	Minor irrigation	0.89	0.75	0.14
			4.80	4.23	0.57
<b>Karnataka</b>		1 Minor irrigation	9.83	8.97	0.86
		Land development	0.70	0.55	0.15
		Plantation/Horticulture	1.14	0.85	0.29
	2	Minor irrigation Farm mechanization	0.07	0.07	—
		Plantation/Horticulture	0.04	0.04	—
		Storage	0.18	0.18	—
	3	Storage	0.17	0.17	—
		0.16	0.16	—	
			12.29	10.99	1.30
<b>Kerala</b>		1 Minor irrigation	0.03	0.02	0.01
		Land development	0.07	0.05	0.02
		Plantation/Horticulture	0.43	0.33	0.10
	2	Minor irrigation Land development	0.20	0.16	0.04
		Plantation/Horticulture	0.40	0.40	—
		0.07	0.07	—	
			1.20	1.03	0.17
<b>Pondicherry</b>		2 Dairy development	0.13	0.08	0.05

Statement II (*concld.*)

AMOUNT OF DEBENTURES SUBSCRIBED TO AND LOANS DRAWN FROM THE CORPORATION DURING THE YEAR  
ENDED JUNE 1974 ACCORDING TO STATE, AGENCY OF FINANCE AND PURPOSE OF SCHEMES

Rs. Crores

State	Agency Code	Type of scheme	Total amount of debentures floated/loans raised	Debentures subscribed to/ loans drawn from ARC	Contribution of State Govts./Banks
Tamil Nadu	1	Minor irrigation	17.54	16.34	1.20
		Land development	0.13	0.08	0.05
		Plantation/Horticulture	0.18	0.17	0.01
		Plantation/Horticulture	0.13	0.13	—
	2	Fisheries	0.01	0.01	—
		Dairy development	0.04	0.04	—
		Agro-aviation	0.15	0.12	0.03
		Fisheries	0.23	0.23	—
			18.41	17.12	1.29
	<b>Grand Total</b>		<b>109.96</b>	<b>96.84</b>	<b>12.12</b>

*Agency Code :* 1. State land development bank  
2. Scheduled commercial banks  
3. State co-operative bank

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**STATEMENT 12****LIST OF SHAREHOLDERS AS ON 30 JUNE 1974****(a) RESERVE BANK OF INDIA****(b) STATE LAND DEVELOPMENT BANKS**

1. The Andhra Pradesh Co-operative Central Land Mortgage Bank Ltd.
2. The Assam Co-operative Central Land Mortgage Bank Ltd.
3. The Bihar State Co-operative Land Mortgage Bank Ltd.
4. The Gujarat State Co-operative Land Development Bank Ltd.
5. The Haryana State Co-operative Land Mortgage Bank Ltd.
6. The Himachal Pradesh Central Co-operative Land Mortgage Bank Ltd.
7. The Jammu and Kashmir Co-operative Central Land Mortgage Bank Ltd.
8. The Kerala Co-operative Central Land Mortgage Bank Ltd.
9. The Madhya Pradesh State Co-operative Land Development Bank Ltd.
10. The Maharashtra State Co-operative Land Development Bank Ltd.
11. The Karnataka State Co-operative Land Development Bank Ltd.
12. The Orissa State Co-operative Land Development Bank Ltd.
13. The Pondicherry State Co-operative Land Mortgage Bank Ltd.
14. The Punjab State Co-operative Land Mortgage Bank Ltd.
15. The Rajasthan Central Co-operative Land Mortgage Bank Ltd.
16. The Tamil Nadu Co-operative State Land Development Bank Ltd.
17. The Tripura Co-operative Land Mortgage Bank Ltd.

18. The Uttar Pradesh Rajya Sahakari Bhoomi Vikas Bank Ltd

19. The West Bengal Central Co-operative Land Mortgage Bank Ltd.

**(c) STATE CO-OPERATIVE BANKS**

1. The Andhra Pradesh State Co-operative Bank Ltd.
2. The Assam Co-operative Apex Bank Ltd.
3. The Bihar State Co-operative Bank Ltd.
4. The Delhi State Co-operative Bank Ltd.
5. The Goa State Co-operative Bank Ltd.
6. The Gujarat State Co-operative Bank Ltd.
7. The Haryana State Co-operative Bank Ltd.
8. The Himachal Pradesh State Co-operative Bank Ltd.
9. The Jammu and Kashmir State Co-operative Bank Ltd.
10. The Kerala State Co-operative Bank Ltd.
11. The Madhya Pradesh State Co-operative Bank Ltd.
12. The Maharashtra State Co-operative Bank Ltd.
13. The Manipur State Co-operative Bank Ltd.
14. The Meghalaya Co-operative Apex Bank Ltd.
15. The Mysore State Co-operative Apex Bank Ltd.
16. The Nagaland State Co-operative Bank Ltd.
17. The Orissa State Co-operative Bank Ltd.
18. The Pondicherry State Co-operative Bank Ltd.
19. The Punjab State Co-operative Bank Ltd.
20. The Rajasthan State Co-operative Bank Ltd.
21. The Tamil Nadu State Co-operative Bank Ltd.
22. The Tripura State Co-operative Bank Ltd.
23. The Uttar Pradesh Co-operative Bank Ltd.
24. The West Bengal State Co-operative Bank Ltd.

(d) LIFE INSURANCE CORPORATION OF INDIA,  
SCHEDULED BANKS, INSURANCE AND INVEST-  
MENT COMPANIES AND OTHER FINANCIAL IN-

STITUTIONS

- (i) Life Insurance Corporation of India
- (ii) Scheduled Commercial Banks
  - 1. State Bank of India
  - 2. State Bank of Bikaner & Jaipur
  - 3. State Bank of Hyderabad
  - 4. State Bank of Indore
  - 5. State Bank of Mysore
  - 6. State Bank of Patiala.
  - 7. State Bank of Saurashtra
  - 8. State Bank of Travancore
  - 9. Allahabad Bank
  - 10. Bank of Baroda
  - 11. Bank of India
  - 12. Bank of Maharashtra
  - 13. Canara Bank
  - 14. Central Bank of India
  - 15. Dena Bank
  - 16. Indian Bank
  - 17. Indian Overseas Bank
  - 18. Punjab National Bank
  - 19. Syndicate Bank
  - 20. Union Bank of India
  - 21. United Bank of India
  - 22. United Commercial Bank
  - 23. Andhra Bank Ltd.
  - 24. Bank of Karad Ltd.
  - 25. Bank of Madura Ltd.
  - 26. Bank of Rajasthan Ltd.
  - 27. Bareilly Corporation (Bank) Ltd.
  - 28. Belgaum Bank Ltd.
  - 29. Benares State Bank Ltd.
  - 30. Catholic Syrian Bank Ltd.
  - 31. Corporation Bank Ltd.
  - 32. Federal Bank Ltd
  - 33. Hindustan Commercial Bank Ltd.
  - 34. Karnataka Bank Ltd.
  - 35. Karur Vysya Bank Ltd.
  - 36. Krishnaram Baldeo Bank Ltd.
  - 37. Kumbakonam City Union Bank Ltd.
  - 38. Lakshmi Commercial Bank Ltd.
  - 39. Laxmi Vilas Bank Ltd.
  - 40. Narang Bank of India Ltd

- 41. Nedungadi Bank Ltd.
- 42. New Bank of India Ltd.
- 43. Oriental Bank of Commerce Ltd.
- 44. Punjab & Sind Bank Ltd.
- 45. Ratnakar Bank Ltd.
- 46. Sangli Bank Ltd.
- 47. South Indian Bank Ltd.
- 48. Tamilnadu Mercantile Bank Ltd.
- 49. United Industrial Bank Ltd.
- 50. United Western Bank Ltd.
- 51. Tanjore permanent Bank Ltd.
- 52. Vijaya Bank Ltd.
- 53. Vysya Bank Ltd.
- 54. American Express International Banking Corporation.
- 55. Bank of America Trust and Savings Association
- 56. Bank of Tokyo Ltd.
- 57. Banque National De Paris
- 58. Chartered Bank
- 59. Mercantile Bank Ltd.
- 60. Mitsui Bank Ltd.
- 61. National & Grindlays Bank Ltd.

(iii) Insurance and Investment Companies

- 1. New India Assurance Company Ltd.
- 2. United India Fire & General Insurance Company Ltd.

(iv) Other Financial Institutions

- 1. Co-operative General Insurance Society Ltd.

*ANNEXURE I*

REPORT OF THE AUDITORS

We have examined the annexed Balance Sheet of the Agricultural Refinance Corporation as at 30 June 1974 and also the annexed Profit and Loss Accounts of the Corporation for the year ended upon that date, and report that

- 1. We have obtained all the information and explanations which we have required and have found them to be satisfactory.
- 2. In our opinion, and to the best of our information and according to the explanations given to us and as shown by the books of the Corporation, the Balance Sheet is a full and fair Balance Sheet containing all necessary particulars and properly drawn up in accordance with the Act and the General Regulations of the Corporation, so as to exhibit a true and fair view of the state of affairs of the Corporation

N. M. RAIJI & CO.,  
*Chartered Accountants*

12 August 1974  
Universal Insurance Building,  
Phorozeshah Mehta Road,  
Bombay 400001.

## AGRICULTURAL REFINANCE CORPORATION

ANNEXURE

	LIABILITIES		As at 30-6-1973			
	Rs.	P.	Rs.	P.	Rs.	P.
<b>1. Capital</b>						
Authorised 25,000 shares of Rs. 10,000 each	..	..	25,00,00,000.00		25,00,00,000.00	
Issued, Subscribed and Paid-up 15,000 shares of Rs. 10,000 each Paid-up ..	..	..	15,00,00,000.00		10,00,00,000.00	
Share Application Money ..	..	..			5,00,00,000.00	
<b>2. Reserves and Surplus</b>						
Reserve Fund :						
Balance as per last Balance Sheet ..		*81,61,000.00				
Less : Subvention loan repaid to Government during 1973-74 ..		14,13,896.05				
Add (i) 10% of current profit transferred (In terms of Finance Act 1971) ..		67,47,103.95				
(ii) Transfer from Profit and Loss Account ..		31,00,000.00				
		51,25,896.05				
Profit and Loss Account			1,49,73,000.00		81,61,000.00	
Profit brought forward ..		464.35				
Profit for the year ..		1,17,51,206.88				
		1,17,51,671.23				
Less : Transferred to Reserve Fund ..		51,25,896.05				
Transferred to Provision for Dividend ..		66,25,775.18				
		66,25,000.00				
					775.18	464.35
<b>3. Special Deposit</b> ..					1,40,56,386.54	1,16,33,236.54
<b>4. Payment by Central Government in respect of Guaranteed Dividend</b> (Section 6 of the Act) ..						14,13,896.05
<b>5. Bonds and Debentures</b>						
5½% ARC Bonds 1982 I Series ..		10,93,77,000.00				
5½% ARC Bonds 1982 II Series ..		8,52,50,000.00				
5½% ARC Bonds 1984 III Series ..		8,25,00,000.00				
5½% ARC Bond 1985 IV Series ..		11,00,00,000.00				
5½% ARC Bonds 1985 V Series ..		16,50,00,000.00				
5½% ATC Bonds 1986 VI Series ..		11,00,00,000.00				
			66,21,27,000.00		38,71,27,000.00	
<b>Carried Forward</b> ..			84,11,57,161.72		55,83,35,596.94	

## BALANCE SHEET AS AT 30 JUNE 1974

	ASSETS	As at 30-6-1973			
		Rs.	P.	Rs.	P.
<b>1. Cash</b>					
(a) In Hand .. . . . .	.. .. .. .. ..	2,321 ·08		2,439 ·36	
(b) With Reserve Bank of India .. . . . .	.. .. .. .. ..	7,36,635 ·04		3,31,388 ·07	
(c) With Others : .. . . .	.. .. .. .. ..				
(i) In India .. . . . .	.. .. .. .. ..	45,622 ·84		67,216 ·82	
(ii) Outside India .. . . . .	.. .. .. .. ..		—		—
				7,84,578 ·96	4,01,144 ·25
<b>2. Loans</b>					
(a) By way of refinance .. . . . .	.. .. .. .. ..	38,23,13,971 ·00		20,54,22,371 ·00	
(b) Others .. . . . .	.. .. .. .. ..	—	—	—	—
<i>Less : Provision for Bad &amp; Doubtful Debts</i> .. . . . .	.. .. .. .. ..	—	—	38,23,13,971 ·00	20,54,22,371 ·00
<b>3. Debentures</b> .. . . . .	.. .. .. .. ..			271,51,40,033 ·83	195,59,39,164 ·26
<b>4. Investment in Central Government Securities (At Cost)</b> .. . . . .	.. .. .. .. ..		—	—	—
<b>5. Interest accrued on Investment</b> .. . . . .	.. .. .. .. ..		—	—	—
<b>6. Other Assets</b>					
(a) Furniture, Fixture and Fittings, Office Equipment, etc. (Cost up to 30-6-1973) .. . . . .	.. .. .. .. ..	8,35,165 ·92		7,36,974 ·54	
<i>Add : Additions during the year</i> .. . . . .	.. .. .. .. ..	2,29,728 ·52		1,11,624 ·05	
		10,64,894 ·44			8,48,598 ·59
<i>Less Items sold/adjusted</i> .. . . . .	.. .. .. .. ..	163 ·00			13,432 ·67
		10,64,731 ·44			8,35,165 ·92
<i>Less : Depreciation to date</i> .. . . . .	.. .. .. .. ..	3,18,122 ·07			2,24,435 ·31
			7,46,609 ·37		6,10,730 ·61
(b) Deposits with Government Departments and other institutions .. . . . .	.. .. .. .. ..	1,24,956 ·66		1,16,356 ·66	
<b>Carried Forward</b> .. . . . .	.. .. .. .. ..	8,71,566 ·03	309 ·82,38,383 ·79	216,17,62,679 ·51	

## AGRICULTURAL REFINANCE CORPORATION

LIABILITIES				As at 30-6-1973			
		Rs.	P.	Rs.	P.	Rs.	P.
	Brought Forward	..	..	84,11,57,161 ·72		55,83,35,596 ·94	
6. Loans from the Central Government				5,00,00,000 ·00		5,00,00,000 ·00	
(a) Under Section 19 of the Act	..	..	..	158,50,23,185 ·00		119,84,70,770 ·00	
(b) Other loans	..	..	..				
7. Other Borrowings				163,50,23,185 ·00		124,84,70,770 ·00	
(a) From the Reserve Bank of India	..	..	..	54,00,00,000 ·00		34,50,00,000 ·00	
(i) Long Term	..	..	..	11,60,00,000 ·00		3,70,00,000 ·00	
(ii) Short Term	..	..	..				
(b) From others:				65,60,00,000 ·00		38,20,00,000 ·00	
(i) In India	..	..	..			—	—
(ii) Outside India	..	..	..			—	—
8. Fixed Deposits						—	—
(a) From Central or State Governments	..	..	..			—	—
(b) Others	..	..	..			—	—
9. Provision for Dividends							
Amount transferred from Profit & Loss Account	..	..	..	66,25,000 ·00		43,75,000 ·00	
All : Payment to be made by Central Government in pursuance of Section 6 read with Section 28 of the Act ( <i>vide</i> Dividend Deficit Account as <i>per contra</i> )	..	..	..			—	—
10. Provision for Taxation	..	..	..	66,25,000 ·00		43,75,000 ·00	
		1,20,52,113 ·00				68,11,244 ·62	
11. Other Liabilities							
Sundry Creditors	..	..	..	51,05,598 ·50		26,93,302 ·94	
Interest accrued but not due on	..	..	..				
(a) Loans from Central Government	..	..	..	2,42,05,462 ·40		1,70,97,150 ·33	
(b) Bonds & Debentures	..	..	..	1,09,39,231 ·56		65,64,439 ·90	
Contingent Liabilities :							
(a) On account of guarantee given against deferred payments in connexion with purchase of capital goods from outside India	..	..	..			—	—
(b) Other Items	..	..	..			—	—
TOTAL	..	..	..	319,11,07,752 ·18		222,63,47,504 ·73	

\*Includes Special Reserve Fund in terms of Finance Act, 1971—Rs. 35,50,000.

†After adjustment of advance tax paid.

As per our Report of even date attached@

N. M. RAI & Co.  
*Chartered Accountants*  
 12 August 1974  
 @See Annexure I.

S. N. DE  
*Senior Director*  
*Finance & Administration*  
 Bombay, 10 August 1974

## BALANCE SHEET AS AT 30 JUNE 1974

ASSETS	<i>As at 30-6-1973</i>		
	Rs. P.	Rs. P.	Rs. P.
(c) Sundry Advances .. . . . ..	8,71,566 ·03	309,82,38,583 ·79	216,17,62,679 ·51
(d) Interest accrued on debentures .. . . ..	9,29,088 ·61		88,87,891 ·24
(e) Interest accrued on loans by way of refinance .. . .	8,35,15,027 ·25		5,03,33,967 ·88
(f) Preliminary expenses : <i>Less : Written off during the year</i> .. . .	75,53,486 ·50		32,21,982 ·78
(g) Dividend Deficit Account .. . .	Nil		Nil
	—		14,13,896 ·05
		9,28,69,168 ·39	6,45,84,825 ·22
		319,11,07,752 ·18	222,63,47,504 ·73
R. K. HAZARI		<i>Chairman</i>	
M. A. QURAISHI A. K. DUTT B. S. VISHWANATHAN M. R. PATEL C. D. DATEY		}	<i>Directors</i>
M. A. CHIDAMBARAM		<i>Managing Director</i>	

*Bombay, 10 August 1974*

## ANNEXURE

## AGRICULTURAL REFINANCE CORPORATION

## PROFIT AND LOSS ACCOUNT

				Previous Year
				Rs. P.
1. Interest paid	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	11,34,20,889 ·45
2. Salaries and Allowances	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	65,20,378 ·40
3. Contribution to Staff Provident, Pension and other Funds	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	6,01,511 ·38
4. Directors' and Committee Members' Fees	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	1,500 ·00
5. Travelling and other allowances in connexion with Directors' and Committee Members' Meetings	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	18,160 ·00
6. Rent, Rates, Insurance, Lighting etc.	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	6,81,595 ·87
7. Travelling Expenses	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	4,86,796 ·88
8. Printing and Stationery	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	1,73,018 ·58
9. Postage, Telegrams and Telephones	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	1,53,988 ·25
10. Repairs to Property	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	11,552 ·24
11. Auditors' Fees	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	10,000 ·00
12. Legal Charges	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	17,353 ·59
13. Miscellaneous Expenses	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	22,55,375 ·69
14. Depreciation	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	93,747 ·01
15. Transfer to Special Reserve being 10% of the current profit in terms of the Finance Act, 1971	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	31,00,000 ·00
16. Provision for Taxation	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	1,60,18,595 ·38
17. Net profit carried to Balance Sheet	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	<u>1,17,51,206 ·88</u>
<b>TOTAL</b>	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	.. .. .. .. .. .. .. .. .. ..	<u>15,53,15,669 ·60</u>
				9,24,40,373 ·09

As per our Report of even date attached@

N. M. RANI &amp; Co.

S. N. DE

*Senior Director  
Finance, & Administration*

Bombay, 10 August 1974

Chartered Accountants

Bombay, 12 August 1974

@See Annexure I.

## FOR THE YEAR ENDED 30 JUNE 1974

					Previous Year
		Rs.	P.	Rs.	P.
<b>1. Interest Received</b>					
(a) On loans and debentures	.. .. .. ..	14,98,76,623 ·91		8,85,97,520 ·40	
(b) On investments					
Tax deducted at source—Rs. 23,43,675 ·00)	.. .. ..	53,70,316 ·19		37,54,652 ·40	
		<hr/>		<hr/>	
		15,52,46,940 ·10		9,23,52,172 ·80	
<b>2. Discount, Commission etc.</b>	.. .. .. ..				
<b>3. Other items</b>					
(a) Share Transfer Fees	.. .. .. ..	2 ·00		4 ·00	
(b) Miscellaneous Receipts	.. .. .. ..	31,026 ·76		9,529 ·88	
(c) Commitment Charges	.. .. .. ..	37,700 ·74		78,666 ·41	
		<hr/>		<hr/>	
		68,729 ·50		88,200 ·29	
<b>TOTAL</b>	.. .. .. ..	15,53,15,669 ·60		9,24,40,373 ·09	

R. K. HAZARI  
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M. A. CHIDAMBARAM }  
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Bombay, 10 August 1974

